



## Kentucky Power Company

### REQUEST

With regard to the amortization of the deferred Net RTO Formation costs shown on Section V, S-4, page 36 and discussed on pages 11-12 of Mr. Bethel's testimony, please provide the following information:

- a. When exactly were these Net RTO costs incurred?
- b. When did KPCo defer the allocated PJM Expansion costs of \$1.07 million and in which deferral account were these costs booked?
- c. Did KPCo request KPSC approval or in any other way receive KPSC approval for the booking of this deferred cost? If not, why not?
- d. What was the 1/05 deferred cost starting balance; what amortization period is used to amortize this deferred cost balance; what is the basis for this amortization period; and what was the unamortized deferred cost balance as of 6/30/05?
- e. In which expense account in the response to KPSC-1-12 are the actual test year expenses of \$62,094 reflected?
- f. Reconcile the projected annualized amortization costs of \$161,487 on Section V, S-4, page 36, column (4) to the supporting information on Exhibit DWB-3, page 1.
- g. Provide a detailed description of the history of AEP's efforts to join an RTO, starting with the initial efforts to create a MidWest ISO, the subsequent efforts of creating the new RTO Alliance and the eventual integration into PJM.
- h. Of the total KPCo-allocated deferred cost amount of \$1.07 million, provide a breakdown of the cost portions associated with: (1) the "early efforts to create a MidWest ISO;" (2) the start-up of the new RTO Alliance; and (3) the eventual integration into PJM.

## RESPONSE

- a. The net RTO formation costs have been incurred from 1996 through the present.
- b. The AEP East Operating Companies, including KPCo, began deferring net RTO formation costs in 2001 in accordance with FERC orders to other utilities, *See, e.g. Duke Energy Corp.*, 94 FERC ¶ 61,080 (2001), in which FERC approved the deferral of RTO formation costs inclusive of related carrying charges in Account 186, Miscellaneous Deferred Debits. On July 2, 2003, the FERC in Docket No. AC03-20-000 approved AEP's request to continue deferring its RTO formation and PJM expansion costs and related carrying charges in Account 186 until AEP fully integrated into PJM. KPCo has continued to defer its RTO formation costs through 2005.

In August 2004, AEP filed a request with the FERC Chief Accountant to transfer RTO formation and PJM expansion costs deferred in Account 186 to Account 182.3, Other Regulatory Assets, and to amortize the deferred RTO formation costs on a straight-line basis over 15 years beginning January 1, 2005 and to defer a carrying charge in Account 182.3 on the unamortized balance of the regulatory assets until the deferred costs are fully amortized. The FERC Chief Accountant subsequently approved AEP's requested accounting for these costs in Docket No. AC04-101-000.

- c. The FERC has approved AEP's deferral of RTO formation costs including those costs incurred by KPCo. The Company has not requested separate approval from the KPSC to defer these same costs. See the above response to AG 1-68b.
- d. The amount of RTO formation costs deferred on KPCo's books as of 01/01/2005 was \$1,106,810. These deferred RTO formation costs are being amortized over 15 years beginning January 2005 as approved by the FERC Chief Accountant in his letter order dated April 4, 2005 in Docket No. AC04-101-000. The unamortized balance of RTO formation costs deferred on KPCo's books as of 06/30/2005 was \$1,111,256.
- e. Account 4073000, Regulatory Debits
- f. Section V, S-4, pg. 36, column (4) is revised (see AG No. 68 attached) to reflect the amortized costs of \$122,544, as shown on Exhibit DWB-3, page 1.
- g. As a condition of its approval of AEP's merger with the former Central and South West Corporation, the FERC required AEP to transfer functional control of its transmission facilities to an RTO. In addition, in Order No. 2000, the FERC strongly encouraged transmission-owning utilities to participate in RTOs. In response to the Commission's directives, AEP expended significant effort and cost to form an RTO run by an Independent Transmission Company (ITC).

On June 3, 1999, a number of utilities including AEP jointly sought the FERC's approval to form the Alliance RTO. In a series of orders over the course of 2000 and 2001 the FERC consistently encouraged the Alliance participants to pursue development of the Alliance RTO.

AEP and the other Alliance participants worked aggressively and intensively on the formation of an ITC and the Alliance RTO with a goal of meeting the FERC's Order No. 2000 target date of December 15, 2001. In connection with the Alliance RTO formation activities, AEP incurred costs to form, staff, house, outfit and develop electronic and software capabilities for an entity formed to manage the Alliance formation effort (The Alliance Companies Administrative and Start-Up Company, L.L.C., informally referred to as "Bridge Co").

In an Order on Rehearing issued on December 20, 2001, the FERC found that the Alliance RTO did not have adequate scope and configuration. The Commission directed the Alliance Companies, in that order and later orders, to pursue alternative RTO membership. The costs incurred by AEP to form Bridge Co. and the Alliance RTO, and related carrying charges, constitute the majority of the RTO formation costs.

In May 2002, AEP signed a Memorandum of Understanding with PJM and notified the FERC that it intended to pursue membership in PJM. On July 31, 2002, the FERC approved the AEP East Operating Companies' joining PJM in Docket No. EL02-65-000 *et al.* The AEP East Operating Companies integrated into PJM on October 1, 2004.

h. See the response to AG Question No. 185.

**WITNESS:** Dennis W Bethel

Kentucky Power Company  
Adjustment to Reflect RTO Fromation Costs  
Over Fifteen Year Period  
Test Year Twelve Months Ended 06/30/2005

| LINE NO.<br>(1) | Month / Year<br>(2)   | Test Year Amount<br>(3)  | Monthly Amortization Amount<br>(4) | Adjustment Required<br>(5) |
|-----------------|---|--------------------------|------------------------------------|----------------------------|
| 1               | Jul 04  | \$0                      | \$10,212                           | \$10,212                   |
| 2               | Aug 04  | \$0                      | \$10,212                           | \$10,212                   |
| 3               | Sep 04  | \$0                      | \$10,212                           | \$10,212                   |
| 4               | Oct 04  | \$0                      | \$10,212                           | \$10,212                   |
| 5               | Nov 04  | \$0                      | \$10,212                           | \$10,212                   |
| 6               | Dec 04  | \$0                      | \$10,212                           | \$10,212                   |
| 7               | Jan 05  | \$10,456                 | \$10,212                           | (\$244)                    |
| 8               | Feb 05  | \$10,259                 | \$10,212                           | (\$47)                     |
| 9               | Mar 05  | \$10,260                 | \$10,212                           | (\$48)                     |
| 10              | Apr 05  | \$10,261                 | \$10,212                           | (\$49)                     |
| 11              | May 05  | \$10,261                 | \$10,212                           | (\$49)                     |
| 12              | Jun 05  | \$10,597                 | \$10,212                           | (\$385)                    |
| 13              | Total   | <u>\$62,094</u><br>===== | <u>\$122,544</u><br>=====          | <u>\$60,450</u><br>=====   |
| 14              | Adj., Required to Reflect Normalization of PJM Net Expansion Expenses in Test Yr. |                          |                                    | \$60,450                   |
| 15              | Allocation Factor - GP_TRANS  |                          |                                    | 0.986                      |
| 16              | KPSC Jurisdictional Amount (Ln 14 X Ln 15)  |                          |                                    | <u>\$59,604</u><br>=====   |



## Kentucky Power Company

### REQUEST

With regard to the Transmission Equalization Revenue adjustment on Section V, S-4, page 37, please provide the following information:

- a. In which revenue accounts in the response to KPSC-1-12 is the actual test year revenue of \$4,322,344 recorded and how are these revenues being treated for base ratemaking purposes in this case?
- b. Provide the monthly MLR ratios used to calculate the adjusted monthly revenue amounts of \$383,218 in column (4).
- c. Provide workpapers showing the calculations and assumptions in support of the projected annual revenue amount of \$4,598,616.

### RESPONSE

- a. The \$4,322,344 revenue amount is recorded as a **credit** to FERC Account 565 - - Transmission of Electricity by Others.
- b. The annualized MLRs are the same as those shown on the far right-hand column of the attachment provided as page 3 of the response to Question No.62. They are also shown on the workpaper provided as page 2 in response to part (c) of this Question.
- c. Please see attachment provided as page 2 in this response. It should be noted that the calculations shown on the workpaper are on a monthly basis.

WITNESS: Errol K Wagner

|  | <u>MLR(1)</u> | INV.(2)              | OBLIG.               | SURPLUS            | DEF.               |  |  |  |                                 |
|--|---------------|----------------------|----------------------|--------------------|--------------------|--|--|--|---------------------------------|
|  |               |                      |                      |                    |                    |  |  |  |                                 |
|  |               |                      |                      |                    |                    |  |  |  | <b>KPSC Case No. 2005-00341</b> |
| APCO                                       | 0.32722       | 824,545,171          | 888,811,658          | 0                  | 64,266,487         |  |  |  | <b>AG 1st Set Data Requests</b> |
| KPCO                                       | 0.07413       | 226,989,029          | 201,355,688          | 25,633,341         | 0                  |  |  |  | <b>Item No. 69</b>              |
| I&M  | 0.18046       | 767,936,203          | 490,174,659          | 277,761,544        | 0                  |  |  |  | <b>Page 2 of 2</b>              |
| OPCO                                       | 0.22489       | 616,401,923          | 610,857,692          | 5,544,231          | 0                  |  |  |  |                                 |
| CSP  | 0.19330       | 280,378,693          | 525,051,322          | 0                  | 244,672,629        |  |  |  |                                 |
|  |               | <b>2,716,251,019</b> | <b>2,716,251,019</b> | <b>308,939,116</b> | <b>308,939,116</b> |  |  |  |                                 |
|  |               |                      |                      |                    |                    |  |  |  |                                 |
|  | Monthly cc    | RECEIPTS             | PAYMENTS             |                    |                    |  |  |  |                                 |
| APCO                                       |               |                      | <b>963,163</b>       |                    |                    |  |  |  |                                 |
| KPCO                                       | 0.014950      | <b>383,218</b>       |                      |                    |                    |  |  |  |                                 |
| I&M  | 0.015000      | <b>4,166,423</b>     |                      |                    |                    |  |  |  |                                 |
| OPCO                                       | 0.014508      | <b>80,436</b>        |                      |                    |                    |  |  |  |                                 |
| CSP  |               |                      | <b>3,666,914</b>     |                    |                    |  |  |  |                                 |
|  |               | <b>4,630,077</b>     | <b>4,630,077</b>     |                    |                    |  |  |  |                                 |
|  |               |                      |                      |                    |                    |  |  |  |                                 |
|  |               |                      |                      |                    |                    |  |  |  |                                 |
| Notes: (1) From file Annualized MLRs Rev.2 |               |                      |                      |                    |                    |  |  |  |                                 |
| (2) Year-End 2004                          |               |                      |                      |                    |                    |  |  |  |                                 |



## **Kentucky Power Company**

### **REQUEST**

With regard to the Big Sandy Maintenance expense normalization adjustment shown on Section V, S-4, page 38 and discussed on pages 40-41 of Mr. Wagner's testimony, please provide the following information:

- a. Expand the data on Section V, S-4, page 38 by providing actual maintenance expenses and corresponding Handy-Whitman Total Steam Production Plant index numbers for each of the 12-month periods ending June 30, 1996 through June 30, 2002.
- b. Provide the cycles (in years) in which maintenance on this generating plant was performed during the last 10 years and as projected for the next 10 years.
- c. Provide the specific reasons why the total maintenance expense for the 12-months ended June 30, 2003 of \$17.2 million was so much higher than the maintenance expenses incurred by KPCo in the years before and after the year ended June 30, 2003.
- d. Of the three annual expense amounts of \$12,392,698, \$11,187,582 and \$17,222,534, provide the expense portions represented by labor charges for KPCo's own employees. In addition, provide a breakout of the types of charges that make up the remainder of the total annual dollar amounts.

### **RESPONSE**

- a. Please see page 2 of the Company's response.
- b. Please see page 3 of the Company's response.
- c. In nominal dollars the June 30, 2003 may be the highest level of maintenance expense. However, when adjusted for inflation (See page 2) June 30, 2003 maintenance expense is not the highest-level of maintenance expense. During the twelve months June 30, 2003 the company was required to perform maintenance at Big Sandy in the areas of the boiler and main turbine.
- d. Please see pages 4 through 17 of the Company's response.

**WITNESS:** Errol K Wagner

Kentucky Power Company  
Steam Generation Maintenance  
for the Ten Years Ending June 30, 2005

| <u>Ln No</u> | <u>Twelve Months Ending</u> | <u>Year</u> | <u>Annual Expense Ammount</u> | <u>June CPI-U Index</u> | <u>Annual Expense Inflated to June 2005 Dollars</u> | <u>January Handy-Whitman Tot Steam Prod.</u> | <u>Annual Expense Inflated to June 2005 Dollars</u> |
|--------------|-----------------------------|-------------|-------------------------------|-------------------------|---|--|---|
| 1            | June 30                     | 2005        | \$12,392,638                  | 194.4                   | \$12,392,638  | 420  | \$12,392,638  |
| 2            | June 30                     | 2004        | \$11,187,582                  | 189.1                   | \$11,501,142  | 420  | \$11,187,582  |
| 3            | June 30                     | 2003        | \$17,222,534                  | 183.5                   | \$18,245,562  | 412  | \$17,556,952  |
| 4            | June 30                     | 2002        | \$6,875,589                   | 179.8                   | \$7,433,896   | 397  | \$7,273,923   |
| 5            | June 30                     | 2001        | \$7,918,982                   | 177.7                   | \$8,663,197   | 391  | \$8,506,323   |
| 6            | June 30                     | 2000        | \$13,573,360                  | 171.5                   | \$15,385,779  | 372  | \$15,324,761  |
| 7            | June 30                     | 1999        | \$9,053,976                   | 166.2                   | \$10,590,210  | 361  | \$10,533,712  |
| 8            | June 30                     | 1998        | \$11,633,311                  | 162.8                   | \$13,891,374  | 357  | \$13,686,248  |
| 9            | June 30                     | 1997        | \$15,286,274                  | 160.1                   | \$18,561,222  | 350  | \$18,343,529  |
| 10           | June 30                     | 1996        | \$15,003,142                  | 156.6                   | \$18,624,590  | 339  | \$18,587,964  |
| 11           | Total                       |             |                               |                         | \$135,289,610                                       |  | \$133,393,632                                       |
| 12           | Ten Year Average            |             |                               |                         | \$13,528,961  |  | \$13,339,363  |

| Future Outages |         |         |  |
|----------------|---------|---------|--|
| Year           | Unit 1  | Unit 2  | Comments                                 |
| 2006           | 2 weeks | 2 weeks |  |
| 2007           | 2 weeks | 2 weeks |  |
| 2008           | 3 weeks | 8 weeks |  |
| 2009           | 2 weeks | 7 weeks | Back to back Unit 2 outages for scrubber |
| 2010           | 8 weeks | 2 weeks |  |
| 2011           | 2 weeks | 2 weeks |  |
| 2012           | 2 weeks | 8 weeks |  |
| 2013           | 2 weeks | 2 weeks |  |
| 2014           | 8 weeks | 2 weeks |  |
| 2015           | 2 weeks | 8 weeks |  |

| Past Outages (to the best of our knowledge) |                      |          |   |
|---|----------------------|----------|---|
| Year  | Unit 1               | Unit 2   | Comments  |
| 1995  | 12 weeks             | 0 weeks  | Replaced reheat and secondary SH outlets                        |
| 1996  | 0 weeks              | 10 weeks | Cooling tower   |
| 1997  | No scheduled outages |          |   |
| 1998  | 8 weeks              | 0 weeks  | Generator   |
| 1999  | No scheduled outages |          |   |
| 2000  | 2 weeks              | 8 weeks  |   |
| 2001  | 7 weeks              | 3 weeks  | 3 week Unit 2 outage SCR related( fan floor core drilling)      |
| 2002  | 0 weeks              | 16 weeks | Unit 2 SCR outage   |
| 2003  | 0 week               | 3 week   | Unit 2 SCR tie in outage  |
| 2004  | 2 weeks              | 4 week   | Unit 2 had 2 week touch up in spring and turbine outage in fall |
| 2005  | 2 weeks              | 0 weeks  |   |

| <b>Kentucky Power Company</b>            |  |      |  |
|--|--|------|--|
| <b>12 Months Ended<br/>June 30, XXXX</b> |  |      | <b>Steam<br/>Generation<br/>Maintenance<br/>Amount</b> |
| June                                     |  | 1996 | 15,003,142.00  |
| June                                     |  | 1997 | 15,286,274.00  |
| June                                     |  | 1998 | 11,633,311.00  |
| June                                     |  | 1999 | 9,053,976.24   |
| June                                     |  | 2000 | 13,573,360.44  |
| June                                     |  | 2001 | 7,918,981.70   |
| June                                     |  | 2002 | 6,875,589.29   |
| June                                     |  | 2003 | 17,222,534.40  |
| June                                     |  | 2004 | 11,187,582.48  |
| June                                     |  | 2005 | 12,392,637.74  |

| Unit | Account | Account Description           | Cost Comp | Description                   | Amount       |
|------|---------|-------------------------------|-----------|-------------------------------|--------------|
| 117  | 5100000 | Maint Supv & Engineering      | 11E       | Exempt Labor                  | 216,432.18   |
| 117  | 5110000 | Maintenance of Structures     | 11E       | Exempt Labor                  | 6,008.51     |
| 117  | 5120000 | Maintenance of Boiler Plant   | 11E       | Exempt Labor                  | 102,560.72   |
| 180  | 5120000 | Maintenance of Boiler Plant   | 11E       | Exempt Labor                  | 0.00         |
| 117  | 5130000 | Maintenance of Electric Plant | 11E       | Exempt Labor                  | 101,064.50   |
| 180  | 5130000 | Maintenance of Electric Plant | 11E       | Exempt Labor                  | 0.00         |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 11E       | Exempt Labor                  | 7,313.43     |
| 117  | 5100000 | Maint Supv & Engineering      | 11N       | Non Exempt Labor              | 15,677.04    |
| 117  | 5110000 | Maintenance of Structures     | 11N       | Non Exempt Labor              | 60,750.92    |
| 110  | 5120000 | Maintenance of Boiler Plant   | 11N       | Non Exempt Labor              | 0.00         |
| 117  | 5120000 | Maintenance of Boiler Plant   | 11N       | Non Exempt Labor              | 1,065,459.97 |
| 180  | 5120000 | Maintenance of Boiler Plant   | 11N       | Non Exempt Labor              | 9.12         |
| 117  | 5130000 | Maintenance of Electric Plant | 11N       | Non Exempt Labor              | 327,436.76   |
| 180  | 5130000 | Maintenance of Electric Plant | 11N       | Non Exempt Labor              | 0.00         |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 11N       | Non Exempt Labor              | 63,293.17    |
| 180  | 5140000 | Maintenance of Misc Steam Plt | 11N       | Non Exempt Labor              | 0.00         |
| 117  | 5100000 | Maint Supv & Engineering      | 11S       | Non Exempt Salaried Labor     | 1.28         |
| 117  | 5120000 | Maintenance of Boiler Plant   | 11S       | Non Exempt Salaried Labor     | 1,490.97     |
| 117  | 5130000 | Maintenance of Electric Plant | 11S       | Non Exempt Salaried Labor     | 7,688.20     |
| 180  | 5130000 | Maintenance of Electric Plant | 11S       | Non Exempt Salaried Labor     | 0.00         |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 11S       | Non Exempt Salaried Labor     | 72.23        |
| 117  | 5100000 | Maint Supv & Engineering      | 120       | Labor Fringes (Straight-time) | 186.59       |
| 117  | 5110000 | Maintenance of Structures     | 120       | Labor Fringes (Straight-time) | 963.52       |
| 117  | 5120000 | Maintenance of Boiler Plant   | 120       | Labor Fringes (Straight-time) | 42,647.97    |
| 180  | 5120000 | Maintenance of Boiler Plant   | 120       | Labor Fringes (Straight-time) | 79.61        |
| 117  | 5130000 | Maintenance of Electric Plant | 120       | Labor Fringes (Straight-time) | 43,629.37    |
| 180  | 5130000 | Maintenance of Electric Plant | 120       | Labor Fringes (Straight-time) | 5,448.87     |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 120       | Labor Fringes (Straight-time) | 189.22       |
| 117  | 5110000 | Maintenance of Structures     | 121       | Labor Fringes (Overtime)      | 7.58         |
| 117  | 5120000 | Maintenance of Boiler Plant   | 121       | Labor Fringes (Overtime)      | -601.79      |
| 180  | 5120000 | Maintenance of Boiler Plant   | 121       | Labor Fringes (Overtime)      | -26.70       |
| 117  | 5130000 | Maintenance of Electric Plant | 121       | Labor Fringes (Overtime)      | 216.41       |
| 180  | 5130000 | Maintenance of Electric Plant | 121       | Labor Fringes (Overtime)      | -379.84      |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 121       | Labor Fringes (Overtime)      | -112.15      |
| 117  | 5100000 | Maint Supv & Engineering      | 122       | Labor Fringes (Incentives)    | 3.23         |
| 117  | 5110000 | Maintenance of Structures     | 122       | Labor Fringes (Incentives)    | -4.50        |
| 110  | 5120000 | Maintenance of Boiler Plant   | 122       | Labor Fringes (Incentives)    | -0.46        |
| 117  | 5120000 | Maintenance of Boiler Plant   | 122       | Labor Fringes (Incentives)    | -40.21       |
| 180  | 5120000 | Maintenance of Boiler Plant   | 122       | Labor Fringes (Incentives)    | 6.25         |
| 117  | 5130000 | Maintenance of Electric Plant | 122       | Labor Fringes (Incentives)    | -22.67       |
| 180  | 5130000 | Maintenance of Electric Plant | 122       | Labor Fringes (Incentives)    | 73.46        |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 122       | Labor Fringes (Incentives)    | -86.69       |
| 117  | 5100000 | Maint Supv & Engineering      | 123       | Labor Fringes -Other NTL Pymt | 0.01         |
| 117  | 5120000 | Maintenance of Boiler Plant   | 123       | Labor Fringes -Other NTL Pymt | 120.50       |
| 180  | 5120000 | Maintenance of Boiler Plant   | 123       | Labor Fringes -Other NTL Pymt | -0.01        |
| 117  | 5130000 | Maintenance of Electric Plant | 123       | Labor Fringes -Other NTL Pymt | 3.10         |
| 180  | 5130000 | Maintenance of Electric Plant | 123       | Labor Fringes -Other NTL Pymt | -6.33        |
| 117  | 5100000 | Maint Supv & Engineering      | 125       | Payroll Dist Nonproductive    | 71,660.56    |
| 117  | 5110000 | Maintenance of Structures     | 125       | Payroll Dist Nonproductive    | 13,946.49    |
| 110  | 5120000 | Maintenance of Boiler Plant   | 125       | Payroll Dist Nonproductive    | 0.00         |
| 117  | 5120000 | Maintenance of Boiler Plant   | 125       | Payroll Dist Nonproductive    | 270,747.85   |
| 180  | 5120000 | Maintenance of Boiler Plant   | 125       | Payroll Dist Nonproductive    | 2.76         |
| 117  | 5130000 | Maintenance of Electric Plant | 125       | Payroll Dist Nonproductive    | 105,825.01   |
| 180  | 5130000 | Maintenance of Electric Plant | 125       | Payroll Dist Nonproductive    | 0.00         |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 125       | Payroll Dist Nonproductive    | 15,245.71    |
| 180  | 5140000 | Maintenance of Misc Steam Plt | 125       | Payroll Dist Nonproductive    | 0.00         |

| Unit | Account | Account Description           | Cost Comp | Description                   | Amount     |
|------|---------|-------------------------------|-----------|-------------------------------|------------|
| 117  | 5100000 | Maint Supv & Engineering      | 13E       | Exempt OT Labor               | 12,025.33  |
| 117  | 5110000 | Maintenance of Structures     | 13E       | Exempt OT Labor               | 3,753.57   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 13E       | Exempt OT Labor               | 32,219.68  |
| 117  | 5130000 | Maintenance of Electric Plant | 13E       | Exempt OT Labor               | 27,601.12  |
| 180  | 5130000 | Maintenance of Electric Plant | 13E       | Exempt OT Labor               | 0.00       |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 13E       | Exempt OT Labor               | 386.88     |
| 117  | 5100000 | Maint Supv & Engineering      | 13N       | Non Exempt OT Labor           | 4,001.42   |
| 117  | 5110000 | Maintenance of Structures     | 13N       | Non Exempt OT Labor           | 39,956.87  |
| 117  | 5120000 | Maintenance of Boiler Plant   | 13N       | Non Exempt OT Labor           | 481,832.23 |
| 180  | 5120000 | Maintenance of Boiler Plant   | 13N       | Non Exempt OT Labor           | 2.62       |
| 117  | 5130000 | Maintenance of Electric Plant | 13N       | Non Exempt OT Labor           | 264,187.19 |
| 180  | 5130000 | Maintenance of Electric Plant | 13N       | Non Exempt OT Labor           | 0.00       |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 13N       | Non Exempt OT Labor           | 15,044.18  |
| 117  | 5120000 | Maintenance of Boiler Plant   | 13S       | Non Exempt OT Salaried Labor  | 32.41      |
| 117  | 5130000 | Maintenance of Electric Plant | 13S       | Non Exempt OT Salaried Labor  | 698.48     |
| 180  | 5130000 | Maintenance of Electric Plant | 13S       | Non Exempt OT Salaried Labor  | 0.00       |
| 117  | 5100000 | Maint Supv & Engineering      | 140       | Incentive Payments Dept Level | 1,570.55   |
| 117  | 5110000 | Maintenance of Structures     | 140       | Incentive Payments Dept Level | 1,162.90   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 140       | Incentive Payments Dept Level | 16,602.63  |
| 180  | 5120000 | Maintenance of Boiler Plant   | 140       | Incentive Payments Dept Level | 0.54       |
| 117  | 5130000 | Maintenance of Electric Plant | 140       | Incentive Payments Dept Level | 12,001.15  |
| 180  | 5130000 | Maintenance of Electric Plant | 140       | Incentive Payments Dept Level | 0.00       |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 140       | Incentive Payments Dept Level | 212.48     |
| 180  | 5140000 | Maintenance of Misc Steam Plt | 140       | Incentive Payments Dept Level | 0.00       |
| 117  | 5100000 | Maint Supv & Engineering      | 141       | Incentive Accrual Dept Level  | 23,434.51  |
| 117  | 5110000 | Maintenance of Structures     | 141       | Incentive Accrual Dept Level  | 3,674.92   |
| 110  | 5120000 | Maintenance of Boiler Plant   | 141       | Incentive Accrual Dept Level  | 0.00       |
| 117  | 5120000 | Maintenance of Boiler Plant   | 141       | Incentive Accrual Dept Level  | 89,090.04  |
| 180  | 5120000 | Maintenance of Boiler Plant   | 141       | Incentive Accrual Dept Level  | 0.00       |
| 117  | 5130000 | Maintenance of Electric Plant | 141       | Incentive Accrual Dept Level  | 14,849.66  |
| 180  | 5130000 | Maintenance of Electric Plant | 141       | Incentive Accrual Dept Level  | 0.00       |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 141       | Incentive Accrual Dept Level  | 5,265.84   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 142       | Relocation                    | 777.42     |
| 117  | 5100000 | Maint Supv & Engineering      | 143       | Other Lump Sum Payments       | 13,568.48  |
| 117  | 5110000 | Maintenance of Structures     | 143       | Other Lump Sum Payments       | 29.23      |
| 117  | 5120000 | Maintenance of Boiler Plant   | 143       | Other Lump Sum Payments       | 1,957.81   |
| 180  | 5120000 | Maintenance of Boiler Plant   | 143       | Other Lump Sum Payments       | 0.00       |
| 117  | 5130000 | Maintenance of Electric Plant | 143       | Other Lump Sum Payments       | 250.28     |
| 180  | 5130000 | Maintenance of Electric Plant | 143       | Other Lump Sum Payments       | 0.00       |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 143       | Other Lump Sum Payments       | 907.91     |
| 117  | 5100000 | Maint Supv & Engineering      | 1AA       | Payroll Labor Accruals        | 7,478.63   |
| 117  | 5110000 | Maintenance of Structures     | 1AA       | Payroll Labor Accruals        | 2,250.11   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 1AA       | Payroll Labor Accruals        | 48,618.03  |
| 180  | 5120000 | Maintenance of Boiler Plant   | 1AA       | Payroll Labor Accruals        | 0.00       |
| 117  | 5130000 | Maintenance of Electric Plant | 1AA       | Payroll Labor Accruals        | 21,612.96  |
| 180  | 5130000 | Maintenance of Electric Plant | 1AA       | Payroll Labor Accruals        | 0.00       |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 1AA       | Payroll Labor Accruals        | 2,856.56   |
| 117  | 5100000 | Maint Supv & Engineering      | 1AB       | Labor Accrual Reversals       | -5,903.50  |
| 117  | 5110000 | Maintenance of Structures     | 1AB       | Labor Accrual Reversals       | -1,628.29  |
| 117  | 5120000 | Maintenance of Boiler Plant   | 1AB       | Labor Accrual Reversals       | -39,755.76 |
| 180  | 5120000 | Maintenance of Boiler Plant   | 1AB       | Labor Accrual Reversals       | 0.00       |
| 117  | 5130000 | Maintenance of Electric Plant | 1AB       | Labor Accrual Reversals       | -19,882.03 |
| 180  | 5130000 | Maintenance of Electric Plant | 1AB       | Labor Accrual Reversals       | 0.00       |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 1AB       | Labor Accrual Reversals       | -2,151.67  |
| 117  | 5110000 | Maintenance of Structures     | 210       | Contract Labor (General)      | 15,038.52  |
| 117  | 5120000 | Maintenance of Boiler Plant   | 210       | Contract Labor (General)      | 24,191.62  |

| Unit | Account | Account Description           | Cost Comp | Description                    | Item No. 70<br>Page 7 of 17<br>Amount |
|------|---------|-------------------------------|-----------|--------------------------------|---------------------------------------|
| 180  | 5120000 | Maintenance of Boiler Plant   | 210       | Contract Labor (General)       | 0.49                                  |
| 117  | 5130000 | Maintenance of Electric Plant | 210       | Contract Labor (General)       | 21,265.70                             |
| 117  | 5110000 | Maintenance of Structures     | 214       | Outside Shop Services          | 3,464.58                              |
| 117  | 5120000 | Maintenance of Boiler Plant   | 214       | Outside Shop Services          | 82,200.06                             |
| 117  | 5130000 | Maintenance of Electric Plant | 214       | Outside Shop Services          | 18,870.75                             |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 214       | Outside Shop Services          | 17,572.61                             |
| 117  | 5100000 | Maint Supv & Engineering      | 290       | Contract Labor (Specialty)     | 18.39                                 |
| 117  | 5110000 | Maintenance of Structures     | 290       | Contract Labor (Specialty)     | 630,242.14                            |
| 117  | 5120000 | Maintenance of Boiler Plant   | 290       | Contract Labor (Specialty)     | 2,720,820.83                          |
| 117  | 5130000 | Maintenance of Electric Plant | 290       | Contract Labor (Specialty)     | 302,565.52                            |
| 180  | 5130000 | Maintenance of Electric Plant | 290       | Contract Labor (Specialty)     | 0.00                                  |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 290       | Contract Labor (Specialty)     | 146,474.91                            |
| 117  | 5110000 | Maintenance of Structures     | 310       | MMS From Stock General         | 21,066.78                             |
| 117  | 5120000 | Maintenance of Boiler Plant   | 310       | MMS From Stock General         | 907,942.71                            |
| 117  | 5130000 | Maintenance of Electric Plant | 310       | MMS From Stock General         | 184,957.82                            |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 310       | MMS From Stock General         | 227,382.29                            |
| 117  | 5100000 | Maint Supv & Engineering      | 320       | Stores Clearing Charges Gen    | 833.46                                |
| 117  | 5110000 | Maintenance of Structures     | 320       | Stores Clearing Charges Gen    | 32,001.82                             |
| 117  | 5120000 | Maintenance of Boiler Plant   | 320       | Stores Clearing Charges Gen    | 430,563.96                            |
| 180  | 5120000 | Maintenance of Boiler Plant   | 320       | Stores Clearing Charges Gen    | 0.00                                  |
| 117  | 5130000 | Maintenance of Electric Plant | 320       | Stores Clearing Charges Gen    | 54,201.39                             |
| 180  | 5130000 | Maintenance of Electric Plant | 320       | Stores Clearing Charges Gen    | 0.00                                  |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 320       | Stores Clearing Charges Gen    | 51,900.10                             |
| 117  | 5120000 | Maintenance of Boiler Plant   | 342       | Lime                           | 18,896.00                             |
| 117  | 5130000 | Maintenance of Electric Plant | 343       | Oil - Generation               | 278,457.83                            |
| 117  | 5100000 | Maint Supv & Engineering      | 390       | Direct Purchase-Other Than MMS | 167.39                                |
| 117  | 5110000 | Maintenance of Structures     | 390       | Direct Purchase-Other Than MMS | 51,563.49                             |
| 110  | 5120000 | Maintenance of Boiler Plant   | 390       | Direct Purchase-Other Than MMS | -9.81                                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 390       | Direct Purchase-Other Than MMS | 993,914.26                            |
| 180  | 5120000 | Maintenance of Boiler Plant   | 390       | Direct Purchase-Other Than MMS | -3.27                                 |
| 117  | 5130000 | Maintenance of Electric Plant | 390       | Direct Purchase-Other Than MMS | 385,642.36                            |
| 180  | 5130000 | Maintenance of Electric Plant | 390       | Direct Purchase-Other Than MMS | 0.00                                  |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 390       | Direct Purchase-Other Than MMS | -164,157.40                           |
| 117  | 5120000 | Maintenance of Boiler Plant   | 392       | Freight Charges                | 14,551.14                             |
| 117  | 5130000 | Maintenance of Electric Plant | 392       | Freight Charges                | 39,714.49                             |
| 180  | 5130000 | Maintenance of Electric Plant | 392       | Freight Charges                | 0.00                                  |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 392       | Freight Charges                | 275.46                                |
| 117  | 5110000 | Maintenance of Structures     | 393       | Sales & Use Tax Accrual        | 10.35                                 |
| 110  | 5120000 | Maintenance of Boiler Plant   | 393       | Sales & Use Tax Accrual        | -1.10                                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 393       | Sales & Use Tax Accrual        | 5,662.96                              |
| 180  | 5120000 | Maintenance of Boiler Plant   | 393       | Sales & Use Tax Accrual        | -0.37                                 |
| 117  | 5130000 | Maintenance of Electric Plant | 393       | Sales & Use Tax Accrual        | 889.92                                |
| 180  | 5130000 | Maintenance of Electric Plant | 393       | Sales & Use Tax Accrual        | 0.00                                  |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 393       | Sales & Use Tax Accrual        | 392.20                                |
| 117  | 5100000 | Maint Supv & Engineering      | 410       | Transp Expense Clearing Gen    | 5,899.72                              |
| 117  | 5110000 | Maintenance of Structures     | 410       | Transp Expense Clearing Gen    | 2,713.17                              |
| 117  | 5120000 | Maintenance of Boiler Plant   | 410       | Transp Expense Clearing Gen    | 35,093.39                             |
| 180  | 5120000 | Maintenance of Boiler Plant   | 410       | Transp Expense Clearing Gen    | 0.24                                  |
| 117  | 5130000 | Maintenance of Electric Plant | 410       | Transp Expense Clearing Gen    | 19,443.64                             |
| 180  | 5130000 | Maintenance of Electric Plant | 410       | Transp Expense Clearing Gen    | 280.80                                |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 410       | Transp Expense Clearing Gen    | 2,444.17                              |
| 117  | 5100000 | Maint Supv & Engineering      | 411       | Vehicle Distribution - Other   | 303.81                                |
| 117  | 5110000 | Maintenance of Structures     | 411       | Vehicle Distribution - Other   | 424.85                                |
| 117  | 5120000 | Maintenance of Boiler Plant   | 411       | Vehicle Distribution - Other   | 2,579.28                              |
| 180  | 5120000 | Maintenance of Boiler Plant   | 411       | Vehicle Distribution - Other   | 0.16                                  |
| 117  | 5130000 | Maintenance of Electric Plant | 411       | Vehicle Distribution - Other   | 498.75                                |

| Unit | Account | Account Description           | Cost Comp | Description                    | Amount       |
|------|---------|-------------------------------|-----------|--------------------------------|--------------|
| 180  | 5130000 | Maintenance of Electric Plant | 411       | Vehicle Distribution - Other   | -280.80      |
| 117  | 5140000 | Maintenance of Misc Steam Pt  | 411       | Vehicle Distribution - Other   | 150.52       |
| 117  | 5100000 | Maint Supv & Engineering      | 413       | Fleet Clearing                 | -920.21      |
| 117  | 5110000 | Maintenance of Structures     | 413       | Fleet Clearing                 | -185.58      |
| 117  | 5120000 | Maintenance of Boiler Plant   | 413       | Fleet Clearing                 | -4,323.19    |
| 180  | 5120000 | Maintenance of Boiler Plant   | 413       | Fleet Clearing                 | 0.00         |
| 117  | 5130000 | Maintenance of Electric Plant | 413       | Fleet Clearing                 | -697.20      |
| 180  | 5130000 | Maintenance of Electric Plant | 413       | Fleet Clearing                 | 0.00         |
| 117  | 5140000 | Maintenance of Misc Steam Pt  | 413       | Fleet Clearing                 | -252.81      |
| 117  | 5100000 | Maint Supv & Engineering      | 510       | Busin Exp 100% Deduct Gen      | 2,265.54     |
| 117  | 5110000 | Maintenance of Structures     | 510       | Busin Exp 100% Deduct Gen      | 260.00       |
| 117  | 5120000 | Maintenance of Boiler Plant   | 510       | Busin Exp 100% Deduct Gen      | 4,851.38     |
| 117  | 5130000 | Maintenance of Electric Plant | 510       | Busin Exp 100% Deduct Gen      | 5,510.10     |
| 180  | 5130000 | Maintenance of Electric Plant | 510       | Busin Exp 100% Deduct Gen      | 0.00         |
| 117  | 5140000 | Maintenance of Misc Steam Pt  | 510       | Busin Exp 100% Deduct Gen      | 2,530.02     |
| 117  | 5100000 | Maint Supv & Engineering      | 520       | Business Exp Part Deduct Gen   | 504.41       |
| 117  | 5120000 | Maintenance of Boiler Plant   | 520       | Business Exp Part Deduct Gen   | 10,875.90    |
| 117  | 5130000 | Maintenance of Electric Plant | 520       | Business Exp Part Deduct Gen   | 6,766.52     |
| 180  | 5130000 | Maintenance of Electric Plant | 520       | Business Exp Part Deduct Gen   | 0.00         |
| 117  | 5140000 | Maintenance of Misc Steam Pt  | 520       | Business Exp Part Deduct Gen   | 44.85        |
| 117  | 5100000 | Maint Supv & Engineering      | 620       | Overheads                      | 135.43       |
| 117  | 5110000 | Maintenance of Structures     | 620       | Overheads                      | 398.85       |
| 117  | 5120000 | Maintenance of Boiler Plant   | 620       | Overheads                      | 5,331.60     |
| 180  | 5120000 | Maintenance of Boiler Plant   | 620       | Overheads                      | 0.22         |
| 117  | 5130000 | Maintenance of Electric Plant | 620       | Overheads                      | 10,608.37    |
| 117  | 5120000 | Maintenance of Boiler Plant   | 622       | Shop Overhead Clearing         | 26,830.73    |
| 117  | 5130000 | Maintenance of Electric Plant | 622       | Shop Overhead Clearing         | 81,779.14    |
| 117  | 5100000 | Maint Supv & Engineering      | 780       | AEPSC Bill                     | 729,946.78   |
| 180  | 5100000 | Maint Supv & Engineering      | 780       | AEPSC Bill                     | 60.41        |
| 117  | 5110000 | Maintenance of Structures     | 780       | AEPSC Bill                     | 28,526.66    |
| 110  | 5120000 | Maintenance of Boiler Plant   | 780       | AEPSC Bill                     | 1.11         |
| 117  | 5120000 | Maintenance of Boiler Plant   | 780       | AEPSC Bill                     | 3,341,085.06 |
| 180  | 5120000 | Maintenance of Boiler Plant   | 780       | AEPSC Bill                     | 0.25         |
| 117  | 5130000 | Maintenance of Electric Plant | 780       | AEPSC Bill                     | 1,236,293.84 |
| 117  | 5140000 | Maintenance of Misc Steam Pt  | 780       | AEPSC Bill                     | 10,171.12    |
| 117  | 5110000 | Maintenance of Structures     | 920       | Leases Of Personal Prop Gen    | 2,629.63     |
| 117  | 5120000 | Maintenance of Boiler Plant   | 920       | Leases Of Personal Prop Gen    | 95,428.20    |
| 117  | 5130000 | Maintenance of Electric Plant | 920       | Leases Of Personal Prop Gen    | 26,710.45    |
| 180  | 5130000 | Maintenance of Electric Plant | 920       | Leases Of Personal Prop Gen    | 0.00         |
| 117  | 5140000 | Maintenance of Misc Steam Pt  | 920       | Leases Of Personal Prop Gen    | 16,166.82    |
| 117  | 5120000 | Maintenance of Boiler Plant   | 930       | Allocations (General)          | 858.87       |
| 117  | 5130000 | Maintenance of Electric Plant | 930       | Allocations (General)          | 3,575.64     |
| 180  | 5130000 | Maintenance of Electric Plant | 935       | Cell phone and Pager Expense   | 0.00         |
| 117  | 5120000 | Maintenance of Boiler Plant   | 971       | Billings of Labor and Oth Cost | 17,754.90    |
| 117  | 5110000 | Maintenance of Structures     | 999       | Miscellaneous All Other        | 0.00         |
| 117  | 5120000 | Maintenance of Boiler Plant   | 999       | Miscellaneous All Other        | 36,128.13    |
| 117  | 5130000 | Maintenance of Electric Plant | 999       | Miscellaneous All Other        | 195,833.13   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 9AA       | Accounts Payable Accruals      | 0.00         |
| 117  | 5130000 | Maintenance of Electric Plant | 9AA       | Accounts Payable Accruals      | 0.00         |
| 117  | 5100000 | Maint Supv & Engineering      | U3E       | Exempt Uncompensated Labor     | 77,816.90    |
| 117  | 5110000 | Maintenance of Structures     | U3E       | Exempt Uncompensated Labor     | 2,647.38     |
| 117  | 5120000 | Maintenance of Boiler Plant   | U3E       | Exempt Uncompensated Labor     | 15,406.18    |
| 117  | 5130000 | Maintenance of Electric Plant | U3E       | Exempt Uncompensated Labor     | 17,302.97    |
| 180  | 5130000 | Maintenance of Electric Plant | U3E       | Exempt Uncompensated Labor     | 0.00         |
| 117  | 5140000 | Maintenance of Misc Steam Pt  | U3E       | Exempt Uncompensated Labor     | 1,306.83     |

12 Months Ended June 30, 2003

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| <b>Unit</b> | <b>Account</b> | <b>Account Description</b> | <b>Cost Comp</b> | <b>Description</b> | <b>Amount</b>        |
|-------------|----------------|----------------------------|------------------|--------------------|----------------------|
|             |                |                            |                  |                    |                      |
|             |                |                            |                  |                    | <b>17,222,534.40</b> |

| Unit | Account | Account Description           | Cost Comp | Description                   | Item No. 70<br>Page 10 of 17<br>Amount |
|------|---------|-------------------------------|-----------|-------------------------------|--|
| 117  | 5100000 | Maint Supv & Engineering      | 11E       | Exempt Labor                  | 284,134.79                             |
| 117  | 5110000 | Maintenance of Structures     | 11E       | Exempt Labor                  | 8,424.29                               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 11E       | Exempt Labor                  | 95,819.97                              |
| 180  | 5120000 | Maintenance of Boiler Plant   | 11E       | Exempt Labor                  | 0.00                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 11E       | Exempt Labor                  | 25,884.00                              |
| 180  | 5130000 | Maintenance of Electric Plant | 11E       | Exempt Labor                  | 768.03                                 |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 11E       | Exempt Labor                  | 4,664.10                               |
| 117  | 5100000 | Maint Supv & Engineering      | 11N       | Non Exempt Labor              | 26,909.09                              |
| 117  | 5110000 | Maintenance of Structures     | 11N       | Non Exempt Labor              | 128,546.95                             |
| 180  | 5110000 | Maintenance of Structures     | 11N       | Non Exempt Labor              | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 11N       | Non Exempt Labor              | 1,025,758.03                           |
| 180  | 5120000 | Maintenance of Boiler Plant   | 11N       | Non Exempt Labor              | 0.00                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 11N       | Non Exempt Labor              | 204,377.66                             |
| 180  | 5130000 | Maintenance of Electric Plant | 11N       | Non Exempt Labor              | 755.70                                 |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 11N       | Non Exempt Labor              | 91,423.71                              |
| 117  | 5100000 | Maint Supv & Engineering      | 11S       | Non Exempt Salaried Labor     | 19.10                                  |
| 180  | 5110000 | Maintenance of Structures     | 11S       | Non Exempt Salaried Labor     | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 11S       | Non Exempt Salaried Labor     | 305.37                                 |
| 117  | 5130000 | Maintenance of Electric Plant | 11S       | Non Exempt Salaried Labor     | 4,414.47                               |
| 180  | 5130000 | Maintenance of Electric Plant | 11S       | Non Exempt Salaried Labor     | 253.45                                 |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 11S       | Non Exempt Salaried Labor     | 594.04                                 |
| 117  | 5100000 | Maint Supv & Engineering      | 120       | Labor Fringes (Straight-time) | 41.97                                  |
| 117  | 5110000 | Maintenance of Structures     | 120       | Labor Fringes (Straight-time) | 1.81                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 120       | Labor Fringes (Straight-time) | 1,675.46                               |
| 117  | 5130000 | Maintenance of Electric Plant | 120       | Labor Fringes (Straight-time) | 8,867.81                               |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 120       | Labor Fringes (Straight-time) | 252.89                                 |
| 117  | 5110000 | Maintenance of Structures     | 121       | Labor Fringes (Overtime)      | (66.15)                                |
| 117  | 5120000 | Maintenance of Boiler Plant   | 121       | Labor Fringes (Overtime)      | 68.51                                  |
| 117  | 5130000 | Maintenance of Electric Plant | 121       | Labor Fringes (Overtime)      | 2,979.10                               |
| 180  | 5130000 | Maintenance of Electric Plant | 121       | Labor Fringes (Overtime)      | (434.73)                               |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 121       | Labor Fringes (Overtime)      | (76.56)                                |
| 117  | 5100000 | Maint Supv & Engineering      | 122       | Labor Fringes (Incentives)    | 1.45                                   |
| 117  | 5110000 | Maintenance of Structures     | 122       | Labor Fringes (Incentives)    | (16.82)                                |
| 180  | 5110000 | Maintenance of Structures     | 122       | Labor Fringes (Incentives)    | (59.89)                                |
| 117  | 5120000 | Maintenance of Boiler Plant   | 122       | Labor Fringes (Incentives)    | 9.36                                   |
| 180  | 5120000 | Maintenance of Boiler Plant   | 122       | Labor Fringes (Incentives)    | 9.24                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 122       | Labor Fringes (Incentives)    | 97.85                                  |
| 180  | 5130000 | Maintenance of Electric Plant | 122       | Labor Fringes (Incentives)    | (233.70)                               |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 122       | Labor Fringes (Incentives)    | (7.19)                                 |
| 117  | 5100000 | Maint Supv & Engineering      | 123       | Labor Fringes -Other NTL Pymt | 0.01                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 123       | Labor Fringes -Other NTL Pymt | (1.18)                                 |
| 180  | 5120000 | Maintenance of Boiler Plant   | 123       | Labor Fringes -Other NTL Pymt | (0.01)                                 |
| 117  | 5130000 | Maintenance of Electric Plant | 123       | Labor Fringes -Other NTL Pymt | 10.94                                  |
| 117  | 5130000 | Maintenance of Electric Plant | 124       | Labor Fringes (Severance)     | 122.45                                 |
| 117  | 5100000 | Maint Supv & Engineering      | 125       | Payroll Dist Nonproductive    | 96,765.74                              |
| 117  | 5110000 | Maintenance of Structures     | 125       | Payroll Dist Nonproductive    | 33,906.44                              |
| 180  | 5110000 | Maintenance of Structures     | 125       | Payroll Dist Nonproductive    | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 125       | Payroll Dist Nonproductive    | 274,270.03                             |
| 180  | 5120000 | Maintenance of Boiler Plant   | 125       | Payroll Dist Nonproductive    | 0.00                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 125       | Payroll Dist Nonproductive    | 59,513.96                              |
| 180  | 5130000 | Maintenance of Electric Plant | 125       | Payroll Dist Nonproductive    | 533.16                                 |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 125       | Payroll Dist Nonproductive    | 22,809.95                              |
| 117  | 5100000 | Maint Supv & Engineering      | 13E       | Exempt OT Labor               | 16,384.61                              |
| 117  | 5110000 | Maintenance of Structures     | 13E       | Exempt OT Labor               | 107.02                                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 13E       | Exempt OT Labor               | 22,565.00                              |
| 117  | 5130000 | Maintenance of Electric Plant | 13E       | Exempt OT Labor               | 4,802.35                               |
| 180  | 5130000 | Maintenance of Electric Plant | 13E       | Exempt OT Labor               | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 13E       | Exempt OT Labor               | 179.23                                 |

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| Unit | Account | Account Description           | Cost Comp | Description                   | Item No.: 70<br>Page 11 of 17<br>Amount |
|------|---------|-------------------------------|-----------|-------------------------------|---|
| 117  | 5100000 | Maint Supv & Engineering      | 13N       | Non Exempt OT Labor           | 1,144.35                                |
| 117  | 5110000 | Maintenance of Structures     | 13N       | Non Exempt OT Labor           | 16,134.95                               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 13N       | Non Exempt OT Labor           | 339,250.79                              |
| 117  | 5130000 | Maintenance of Electric Plant | 13N       | Non Exempt OT Labor           | 93,141.54                               |
| 180  | 5130000 | Maintenance of Electric Plant | 13N       | Non Exempt OT Labor           | 0.00                                    |
| 117  | 5140000 | Maintenance of Misc Steam Pit | 13N       | Non Exempt OT Labor           | 11,205.10                               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 13S       | Non Exempt OT Salaried Labor  | 31.61                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 13S       | Non Exempt OT Salaried Labor  | 504.50                                  |
| 180  | 5130000 | Maintenance of Electric Plant | 13S       | Non Exempt OT Salaried Labor  | 0.00                                    |
| 117  | 5100000 | Maint Supv & Engineering      | 140       | Incentive Payments Dept Level | 3,891.92                                |
| 117  | 5110000 | Maintenance of Structures     | 140       | Incentive Payments Dept Level | 1,925.74                                |
| 117  | 5120000 | Maintenance of Boiler Plant   | 140       | Incentive Payments Dept Level | 20,152.02                               |
| 180  | 5120000 | Maintenance of Boiler Plant   | 140       | Incentive Payments Dept Level | 0.00                                    |
| 117  | 5130000 | Maintenance of Electric Plant | 140       | Incentive Payments Dept Level | 6,126.91                                |
| 180  | 5130000 | Maintenance of Electric Plant | 140       | Incentive Payments Dept Level | 0.00                                    |
| 117  | 5140000 | Maintenance of Misc Steam Pit | 140       | Incentive Payments Dept Level | 857.01                                  |
| 117  | 5100000 | Maint Supv & Engineering      | 141       | Incentive Accrual Dept Level  | 37,102.30                               |
| 117  | 5110000 | Maintenance of Structures     | 141       | Incentive Accrual Dept Level  | 15,776.84                               |
| 180  | 5110000 | Maintenance of Structures     | 141       | Incentive Accrual Dept Level  | 0.00                                    |
| 117  | 5120000 | Maintenance of Boiler Plant   | 141       | Incentive Accrual Dept Level  | 136,855.76                              |
| 180  | 5120000 | Maintenance of Boiler Plant   | 141       | Incentive Accrual Dept Level  | 0.00                                    |
| 117  | 5130000 | Maintenance of Electric Plant | 141       | Incentive Accrual Dept Level  | 22,930.99                               |
| 180  | 5130000 | Maintenance of Electric Plant | 141       | Incentive Accrual Dept Level  | 114.26                                  |
| 117  | 5140000 | Maintenance of Misc Steam Pit | 141       | Incentive Accrual Dept Level  | 11,363.51                               |
| 117  | 5100000 | Maint Supv & Engineering      | 143       | Other Lump Sum Payments       | 1,131.20                                |
| 117  | 5110000 | Maintenance of Structures     | 143       | Other Lump Sum Payments       | 88.64                                   |
| 180  | 5120000 | Maintenance of Boiler Plant   | 143       | Other Lump Sum Payments       | 1,157.62                                |
| 117  | 5130000 | Maintenance of Electric Plant | 143       | Other Lump Sum Payments       | 0.00                                    |
| 117  | 5140000 | Maintenance of Misc Steam Pit | 143       | Other Lump Sum Payments       | 125.70                                  |
| 117  | 5140000 | Maintenance of Misc Steam Pit | 143       | Other Lump Sum Payments       | 93.46                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 144       | Severance                     | 101.29                                  |
| 117  | 5130000 | Maintenance of Electric Plant | 144       | Severance                     | 258.36                                  |
| 117  | 5100000 | Maint Supv & Engineering      | 1AA       | Payroll Labor Accruals        | 3,840.41                                |
| 117  | 5110000 | Maintenance of Structures     | 1AA       | Payroll Labor Accruals        | 2,722.93                                |
| 180  | 5110000 | Maintenance of Structures     | 1AA       | Payroll Labor Accruals        | 0.00                                    |
| 117  | 5120000 | Maintenance of Boiler Plant   | 1AA       | Payroll Labor Accruals        | 17,398.27                               |
| 180  | 5120000 | Maintenance of Boiler Plant   | 1AA       | Payroll Labor Accruals        | 0.00                                    |
| 117  | 5130000 | Maintenance of Electric Plant | 1AA       | Payroll Labor Accruals        | 5,385.88                                |
| 180  | 5130000 | Maintenance of Electric Plant | 1AA       | Payroll Labor Accruals        | 0.00                                    |
| 117  | 5140000 | Maintenance of Misc Steam Pit | 1AA       | Payroll Labor Accruals        | 1,432.46                                |
| 117  | 5100000 | Maint Supv & Engineering      | 1AB       | Labor Accrual Reversals       | (5,417.09)                              |
| 117  | 5110000 | Maintenance of Structures     | 1AB       | Labor Accrual Reversals       | (3,344.75)                              |
| 117  | 5120000 | Maintenance of Boiler Plant   | 1AB       | Labor Accrual Reversals       | (26,260.54)                             |
| 117  | 5130000 | Maintenance of Electric Plant | 1AB       | Labor Accrual Reversals       | (7,116.81)                              |
| 180  | 5130000 | Maintenance of Electric Plant | 1AB       | Labor Accrual Reversals       | 0.00                                    |
| 117  | 5140000 | Maintenance of Misc Steam Pit | 1AB       | Labor Accrual Reversals       | (2,137.34)                              |
| 117  | 5110000 | Maintenance of Structures     | 210       | Contract Labor (General)      | 857.89                                  |
| 117  | 5120000 | Maintenance of Boiler Plant   | 210       | Contract Labor (General)      | 8.28                                    |
| 117  | 5130000 | Maintenance of Electric Plant | 210       | Contract Labor (General)      | 3,718.00                                |
| 117  | 5140000 | Maintenance of Misc Steam Pit | 210       | Contract Labor (General)      | 280.42                                  |
| 117  | 5110000 | Maintenance of Structures     | 214       | Outside Shop Services         | 22,367.91                               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 214       | Outside Shop Services         | 81,651.61                               |
| 117  | 5130000 | Maintenance of Electric Plant | 214       | Outside Shop Services         | 40,855.99                               |
| 117  | 5140000 | Maintenance of Misc Steam Pit | 214       | Outside Shop Services         | 10,242.55                               |
| 117  | 5130000 | Maintenance of Electric Plant | 220       | Supply Chain Clearing         | 56.68                                   |
| 180  | 5130000 | Maintenance of Electric Plant | 220       | Supply Chain Clearing         | 0.00                                    |
| 117  | 5120000 | Maintenance of Boiler Plant   | 260       | Professional Services         | 18,949.63                               |
| 117  | 5140000 | Maintenance of Misc Steam Pit | 270       | Software - Acquisition        | 291.89                                  |

| Unit | Account | Account Description           | Cost Comp | Description                    | Item No. 70<br>Page 12 of 17<br>Amount |
|------|---------|-------------------------------|-----------|--------------------------------|--|
| 117  | 5110000 | Maintenance of Structures     | 290       | Contract Labor (Specialty)     | (78,119.82)                            |
| 117  | 5120000 | Maintenance of Boiler Plant   | 290       | Contract Labor (Specialty)     | 2,787,279.11                           |
| 117  | 5130000 | Maintenance of Electric Plant | 290       | Contract Labor (Specialty)     | 90,403.49                              |
| 180  | 5130000 | Maintenance of Electric Plant | 290       | Contract Labor (Specialty)     | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 290       | Contract Labor (Specialty)     | (93,109.50)                            |
| 117  | 5110000 | Maintenance of Structures     | 310       | MMS From Stock General         | 27,808.14                              |
| 117  | 5120000 | Maintenance of Boiler Plant   | 310       | MMS From Stock General         | 979,749.42                             |
| 117  | 5130000 | Maintenance of Electric Plant | 310       | MMS From Stock General         | 102,574.36                             |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 310       | MMS From Stock General         | 47,920.40                              |
| 117  | 5100000 | Maint Supv & Engineering      | 320       | Stores Clearing Charges Gen    | 617.39                                 |
| 117  | 5110000 | Maintenance of Structures     | 320       | Stores Clearing Charges Gen    | 28,805.49                              |
| 117  | 5120000 | Maintenance of Boiler Plant   | 320       | Stores Clearing Charges Gen    | 411,753.53                             |
| 117  | 5130000 | Maintenance of Electric Plant | 320       | Stores Clearing Charges Gen    | 61,806.02                              |
| 180  | 5130000 | Maintenance of Electric Plant | 320       | Stores Clearing Charges Gen    | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 320       | Stores Clearing Charges Gen    | 46,902.57                              |
| 117  | 5130000 | Maintenance of Electric Plant | 321       | Stores Clearing Charges CDC    | 250.37                                 |
| 180  | 5130000 | Maintenance of Electric Plant | 321       | Stores Clearing Charges CDC    | 0.00                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 343       | Oil - Generation               | 23,579.12                              |
| 117  | 5100000 | Maint Supv & Engineering      | 390       | Direct Purchase-Other Than MMS | (4,960.10)                             |
| 117  | 5110000 | Maintenance of Structures     | 390       | Direct Purchase-Other Than MMS | 30,321.49                              |
| 110  | 5120000 | Maintenance of Boiler Plant   | 390       | Direct Purchase-Other Than MMS | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 390       | Direct Purchase-Other Than MMS | 871,878.59                             |
| 180  | 5120000 | Maintenance of Boiler Plant   | 390       | Direct Purchase-Other Than MMS | 0.00                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 390       | Direct Purchase-Other Than MMS | 166,562.58                             |
| 180  | 5130000 | Maintenance of Electric Plant | 390       | Direct Purchase-Other Than MMS | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 390       | Direct Purchase-Other Than MMS | 107,944.07                             |
| 117  | 5110000 | Maintenance of Structures     | 392       | Freight Charges                | 244.13                                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 392       | Freight Charges                | 17,490.57                              |
| 117  | 5130000 | Maintenance of Electric Plant | 392       | Freight Charges                | 3,808.87                               |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 392       | Freight Charges                | 649.78                                 |
| 117  | 5110000 | Maintenance of Structures     | 393       | Sales & Use Tax Accrual        | 2,050.31                               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 393       | Sales & Use Tax Accrual        | 66,154.05                              |
| 117  | 5130000 | Maintenance of Electric Plant | 393       | Sales & Use Tax Accrual        | 6,371.51                               |
| 180  | 5130000 | Maintenance of Electric Plant | 393       | Sales & Use Tax Accrual        | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 393       | Sales & Use Tax Accrual        | 8,772.00                               |
| 117  | 5100000 | Maint Supv & Engineering      | 410       | Transp Expense Clearing Gen    | 2,078.45                               |
| 117  | 5110000 | Maintenance of Structures     | 410       | Transp Expense Clearing Gen    | 1,222.45                               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 410       | Transp Expense Clearing Gen    | 9,527.02                               |
| 117  | 5130000 | Maintenance of Electric Plant | 410       | Transp Expense Clearing Gen    | 1,535.62                               |
| 180  | 5130000 | Maintenance of Electric Plant | 410       | Transp Expense Clearing Gen    | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 410       | Transp Expense Clearing Gen    | 1,024.36                               |
| 117  | 5100000 | Maint Supv & Engineering      | 411       | Vehicle Distribution - Other   | 954.65                                 |
| 117  | 5110000 | Maintenance of Structures     | 411       | Vehicle Distribution - Other   | 460.70                                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 411       | Vehicle Distribution - Other   | 4,122.40                               |
| 117  | 5130000 | Maintenance of Electric Plant | 411       | Vehicle Distribution - Other   | 701.54                                 |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 411       | Vehicle Distribution - Other   | 253.91                                 |
| 117  | 5100000 | Maint Supv & Engineering      | 413       | Fleet Clearing                 | 276.71                                 |
| 117  | 5110000 | Maintenance of Structures     | 413       | Fleet Clearing                 | 219.76                                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 413       | Fleet Clearing                 | 1,157.51                               |
| 180  | 5120000 | Maintenance of Boiler Plant   | 413       | Fleet Clearing                 | 0.00                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 413       | Fleet Clearing                 | 130.37                                 |
| 180  | 5130000 | Maintenance of Electric Plant | 413       | Fleet Clearing                 | (5.93)                                 |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 413       | Fleet Clearing                 | 59.53                                  |
| 117  | 5100000 | Maint Supv & Engineering      | 510       | Busin Exp 100% Deduct Gen      | 289.80                                 |
| 117  | 5110000 | Maintenance of Structures     | 510       | Busin Exp 100% Deduct Gen      | 32.76                                  |
| 117  | 5120000 | Maintenance of Boiler Plant   | 510       | Busin Exp 100% Deduct Gen      | 5,032.68                               |
| 117  | 5130000 | Maintenance of Electric Plant | 510       | Busin Exp 100% Deduct Gen      | 1,625.59                               |
| 180  | 5130000 | Maintenance of Electric Plant | 510       | Busin Exp 100% Deduct Gen      | 0.00                                   |

| Unit | Account | Account Description           | Cost Comp | Description                    | Amount               |
|------|---------|-------------------------------|-----------|--------------------------------|----------------------|
| 117  | 5140000 | Maintenance of Misc Steam Plt | 510       | Busin Exp 100% Deduct Gen      | 85.04                |
| 117  | 5100000 | Maint Supv & Engineering      | 520       | Business Exp Part Deduct Gen   | 174.49               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 520       | Business Exp Part Deduct Gen   | 524.64               |
| 117  | 5130000 | Maintenance of Electric Plant | 520       | Business Exp Part Deduct Gen   | 265.49               |
| 180  | 5130000 | Maintenance of Electric Plant | 520       | Business Exp Part Deduct Gen   | 0.00                 |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 520       | Business Exp Part Deduct Gen   | 29.03                |
| 117  | 5100000 | Maint Supv & Engineering      | 620       | Overheads                      | 27.98                |
| 117  | 5110000 | Maintenance of Structures     | 620       | Overheads                      | (6.65)               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 620       | Overheads                      | 797.41               |
| 117  | 5130000 | Maintenance of Electric Plant | 620       | Overheads                      | 4,926.59             |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 620       | Overheads                      | 117.73               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 622       | Shop Overhead Clearing         | 2,556.28             |
| 117  | 5130000 | Maintenance of Electric Plant | 622       | Shop Overhead Clearing         | 19,344.85            |
| 117  | 5130000 | Maintenance of Electric Plant | 623       | Fixed Shop Overhead Clearing   | 71,737.88            |
| 117  | 5100000 | Maint Supv & Engineering      | 738       | SS Fleet Prod/Svcs             | 1,696.38             |
| 117  | 5110000 | Maintenance of Structures     | 738       | SS Fleet Prod/Svcs             | 685.72               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 738       | SS Fleet Prod/Svcs             | 6,997.13             |
| 180  | 5120000 | Maintenance of Boiler Plant   | 738       | SS Fleet Prod/Svcs             | 0.00                 |
| 117  | 5130000 | Maintenance of Electric Plant | 738       | SS Fleet Prod/Svcs             | 4,949.12             |
| 180  | 5130000 | Maintenance of Electric Plant | 738       | SS Fleet Prod/Svcs             | 456.94               |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 738       | SS Fleet Prod/Svcs             | 370.22               |
| 110  | 5100000 | Maint Supv & Engineering      | 780       | AEPSC Bill                     | 233.43               |
| 117  | 5100000 | Maint Supv & Engineering      | 780       | AEPSC Bill                     | 739,283.87           |
| 180  | 5100000 | Maint Supv & Engineering      | 780       | AEPSC Bill                     | 77.87                |
| 117  | 5110000 | Maintenance of Structures     | 780       | AEPSC Bill                     | 2,153.52             |
| 117  | 5120000 | Maintenance of Boiler Plant   | 780       | AEPSC Bill                     | 775,205.16           |
| 117  | 5130000 | Maintenance of Electric Plant | 780       | AEPSC Bill                     | 79,937.38            |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 780       | AEPSC Bill                     | 17,602.34            |
| 117  | 5110000 | Maintenance of Structures     | 920       | Leases Of Personal Prop Gen    | 6,329.51             |
| 117  | 5120000 | Maintenance of Boiler Plant   | 920       | Leases Of Personal Prop Gen    | 118,700.38           |
| 117  | 5130000 | Maintenance of Electric Plant | 920       | Leases Of Personal Prop Gen    | 3,771.86             |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 920       | Leases Of Personal Prop Gen    | 23,354.48            |
| 117  | 5120000 | Maintenance of Boiler Plant   | 930       | Allocations (General)          | 65.20                |
| 117  | 5130000 | Maintenance of Electric Plant | 930       | Allocations (General)          | 913.48               |
| 180  | 5130000 | Maintenance of Electric Plant | 935       | Cell phone and Pager Expense   | 0.00                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 999       | Miscellaneous All Other        | (12,815.63)          |
| 110  | 5130000 | Maintenance of Electric Plant | 999       | Miscellaneous All Other        | 153.00               |
| 117  | 5130000 | Maintenance of Electric Plant | 999       | Miscellaneous All Other        | 27,775.61            |
| 117  | 5110000 | Maintenance of Structures     | 9AA       | Accounts Payable Accruals      | 89,539.94            |
| 117  | 5120000 | Maintenance of Boiler Plant   | 9AA       | Accounts Payable Accruals      | 1,902,394.14         |
| 117  | 5130000 | Maintenance of Electric Plant | 9AA       | Accounts Payable Accruals      | 89,003.50            |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 9AA       | Accounts Payable Accruals      | 32,763.80            |
| 117  | 5110000 | Maintenance of Structures     | 9AB       | Accts Payable Accrual Reversal | (84,289.94)          |
| 117  | 5120000 | Maintenance of Boiler Plant   | 9AB       | Accts Payable Accrual Reversal | (1,826,496.97)       |
| 117  | 5130000 | Maintenance of Electric Plant | 9AB       | Accts Payable Accrual Reversal | (87,371.00)          |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 9AB       | Accts Payable Accrual Reversal | (15,225.00)          |
| 117  | 5100000 | Maint Supv & Engineering      | U3E       | Exempt Uncompensated Labor     | 84,263.00            |
| 117  | 5110000 | Maintenance of Structures     | U3E       | Exempt Uncompensated Labor     | 723.83               |
| 117  | 5120000 | Maintenance of Boiler Plant   | U3E       | Exempt Uncompensated Labor     | 15,782.83            |
| 117  | 5130000 | Maintenance of Electric Plant | U3E       | Exempt Uncompensated Labor     | 5,761.74             |
| 180  | 5130000 | Maintenance of Electric Plant | U3E       | Exempt Uncompensated Labor     | 0.00                 |
| 117  | 5140000 | Maintenance of Misc Steam Plt | U3E       | Exempt Uncompensated Labor     | 663.67               |
|      |         |                               |           |                                | <b>11,187,582.48</b> |

| Unit | Account | Account Description           | Cost Comp | Description                   | Item No. 70<br>Page 14 of 17<br>Amount |
|------|---------|-------------------------------|-----------|-------------------------------|--|
| 117  | 5100000 | Maint Supv & Engineering      | 11E       | Exempt Labor                  | 279,977.47                             |
| 117  | 5110000 | Maintenance of Structures     | 11E       | Exempt Labor                  | 5,819.58                               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 11E       | Exempt Labor                  | 70,109.19                              |
| 117  | 5130000 | Maintenance of Electric Plant | 11E       | Exempt Labor                  | 19,722.19                              |
| 180  | 5130000 | Maintenance of Electric Plant | 11E       | Exempt Labor                  | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 11E       | Exempt Labor                  | 5,447.66                               |
| 117  | 5100000 | Maint Supv & Engineering      | 11N       | Non Exempt Labor              | 18,322.76                              |
| 117  | 5110000 | Maintenance of Structures     | 11N       | Non Exempt Labor              | 99,249.42                              |
| 110  | 5120000 | Maintenance of Boiler Plant   | 11N       | Non Exempt Labor              | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 11N       | Non Exempt Labor              | 1,074,074.76                           |
| 117  | 5130000 | Maintenance of Electric Plant | 11N       | Non Exempt Labor              | 218,934.83                             |
| 180  | 5130000 | Maintenance of Electric Plant | 11N       | Non Exempt Labor              | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 11N       | Non Exempt Labor              | 88,217.23                              |
| 117  | 5130000 | Maintenance of Electric Plant | 11S       | Non Exempt Salaried Labor     | 1,367.53                               |
| 180  | 5130000 | Maintenance of Electric Plant | 11S       | Non Exempt Salaried Labor     | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 11S       | Non Exempt Salaried Labor     | 139.34                                 |
| 117  | 5100000 | Maint Supv & Engineering      | 120       | Labor Fringes (Straight-time) | 8.56                                   |
| 117  | 5110000 | Maintenance of Structures     | 120       | Labor Fringes (Straight-time) | 256.26                                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 120       | Labor Fringes (Straight-time) | 29.09                                  |
| 117  | 5130000 | Maintenance of Electric Plant | 120       | Labor Fringes (Straight-time) | 3,400.27                               |
| 117  | 5130000 | Maintenance of Electric Plant | 121       | Labor Fringes (Overtime)      | 1,627.36                               |
| 180  | 5130000 | Maintenance of Electric Plant | 121       | Labor Fringes (Overtime)      | (1,487.87)                             |
| 117  | 5100000 | Maint Supv & Engineering      | 122       | Labor Fringes (Incentives)    | 0.20                                   |
| 117  | 5110000 | Maintenance of Structures     | 122       | Labor Fringes (Incentives)    | 2.65                                   |
| 110  | 5120000 | Maintenance of Boiler Plant   | 122       | Labor Fringes (Incentives)    | (0.64)                                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 122       | Labor Fringes (Incentives)    | (1.18)                                 |
| 117  | 5130000 | Maintenance of Electric Plant | 122       | Labor Fringes (Incentives)    | 122.07                                 |
| 180  | 5130000 | Maintenance of Electric Plant | 122       | Labor Fringes (Incentives)    | (263.43)                               |
| 117  | 5100000 | Maint Supv & Engineering      | 123       | Labor Fringes -Other NTL Pymt | 0.00                                   |
| 117  | 5110000 | Maintenance of Structures     | 123       | Labor Fringes -Other NTL Pymt | 0.00                                   |
| 110  | 5120000 | Maintenance of Boiler Plant   | 123       | Labor Fringes -Other NTL Pymt | (0.50)                                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 123       | Labor Fringes -Other NTL Pymt | 0.00                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 123       | Labor Fringes -Other NTL Pymt | 41.34                                  |
| 180  | 5130000 | Maintenance of Electric Plant | 123       | Labor Fringes -Other NTL Pymt | (81.85)                                |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 123       | Labor Fringes -Other NTL Pymt | 0.00                                   |
| 117  | 5100000 | Maint Supv & Engineering      | 125       | Payroll Dist Nonproductive    | 80,582.95                              |
| 117  | 5110000 | Maintenance of Structures     | 125       | Payroll Dist Nonproductive    | 20,835.06                              |
| 110  | 5120000 | Maintenance of Boiler Plant   | 125       | Payroll Dist Nonproductive    | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 125       | Payroll Dist Nonproductive    | 231,808.03                             |
| 117  | 5130000 | Maintenance of Electric Plant | 125       | Payroll Dist Nonproductive    | 43,909.12                              |
| 180  | 5130000 | Maintenance of Electric Plant | 125       | Payroll Dist Nonproductive    | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 125       | Payroll Dist Nonproductive    | 19,963.78                              |
| 117  | 5100000 | Maint Supv & Engineering      | 13E       | Exempt OT Labor               | 44,663.75                              |
| 117  | 5110000 | Maintenance of Structures     | 13E       | Exempt OT Labor               | 135.58                                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 13E       | Exempt OT Labor               | 12,582.63                              |
| 117  | 5130000 | Maintenance of Electric Plant | 13E       | Exempt OT Labor               | 13,107.13                              |
| 180  | 5130000 | Maintenance of Electric Plant | 13E       | Exempt OT Labor               | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 13E       | Exempt OT Labor               | 761.87                                 |
| 117  | 5100000 | Maint Supv & Engineering      | 13N       | Non Exempt OT Labor           | 2,398.59                               |
| 117  | 5110000 | Maintenance of Structures     | 13N       | Non Exempt OT Labor           | 7,853.86                               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 13N       | Non Exempt OT Labor           | 437,777.42                             |
| 117  | 5130000 | Maintenance of Electric Plant | 13N       | Non Exempt OT Labor           | 138,426.39                             |
| 180  | 5130000 | Maintenance of Electric Plant | 13N       | Non Exempt OT Labor           | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 13N       | Non Exempt OT Labor           | 7,803.21                               |
| 117  | 5130000 | Maintenance of Electric Plant | 13S       | Non Exempt OT Salaried Labor  | 2,709.71                               |
| 180  | 5130000 | Maintenance of Electric Plant | 13S       | Non Exempt OT Salaried Labor  | 0.00                                   |
| 117  | 5100000 | Maint Supv & Engineering      | 140       | Incentive Payments Dept Level | 1,730.45                               |
| 117  | 5110000 | Maintenance of Structures     | 140       | Incentive Payments Dept Level | 498.54                                 |

| Unit | Account | Account Description           | Cost Comp | Description                   | Item No. 70<br>Page 15 of 17<br>Amount |
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| 117  | 5120000 | Maintenance of Boiler Plant   | 140       | Incentive Payments Dept Level | 11,738.74                              |
| 117  | 5130000 | Maintenance of Electric Plant | 140       | Incentive Payments Dept Level | 2,714.31                               |
| 180  | 5130000 | Maintenance of Electric Plant | 140       | Incentive Payments Dept Level | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 140       | Incentive Payments Dept Level | 1,368.19                               |
| 117  | 5100000 | Maint Supv & Engineering      | 141       | Incentive Accrual Dept Level  | 51,401.76                              |
| 117  | 5110000 | Maintenance of Structures     | 141       | Incentive Accrual Dept Level  | 10,777.17                              |
| 110  | 5120000 | Maintenance of Boiler Plant   | 141       | Incentive Accrual Dept Level  | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 141       | Incentive Accrual Dept Level  | 166,092.99                             |
| 117  | 5130000 | Maintenance of Electric Plant | 141       | Incentive Accrual Dept Level  | 45,214.60                              |
| 180  | 5130000 | Maintenance of Electric Plant | 141       | Incentive Accrual Dept Level  | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 141       | Incentive Accrual Dept Level  | 10,174.88                              |
| 117  | 5100000 | Maint Supv & Engineering      | 143       | Other Lump Sum Payments       | 10,300.51                              |
| 117  | 5110000 | Maintenance of Structures     | 143       | Other Lump Sum Payments       | 25.96                                  |
| 117  | 5120000 | Maintenance of Boiler Plant   | 143       | Other Lump Sum Payments       | 222.26                                 |
| 117  | 5130000 | Maintenance of Electric Plant | 143       | Other Lump Sum Payments       | 58.35                                  |
| 180  | 5130000 | Maintenance of Electric Plant | 143       | Other Lump Sum Payments       | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 143       | Other Lump Sum Payments       | (11.15)                                |
| 117  | 5100000 | Maint Supv & Engineering      | 145       | Stock-based Compensation      | 824.30                                 |
| 117  | 5110000 | Maintenance of Structures     | 145       | Stock-based Compensation      | 348.47                                 |
| 117  | 5120000 | Maintenance of Boiler Plant   | 145       | Stock-based Compensation      | 2,493.54                               |
| 117  | 5130000 | Maintenance of Electric Plant | 145       | Stock-based Compensation      | 509.07                                 |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 145       | Stock-based Compensation      | 251.81                                 |
| 117  | 5100000 | Maint Supv & Engineering      | 146       | Safety Incentive Payments     | 3,499.01                               |
| 117  | 5110000 | Maintenance of Structures     | 146       | Safety Incentive Payments     | 1,327.96                               |
| 110  | 5120000 | Maintenance of Boiler Plant   | 146       | Safety Incentive Payments     | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 146       | Safety Incentive Payments     | 20,327.97                              |
| 117  | 5130000 | Maintenance of Electric Plant | 146       | Safety Incentive Payments     | 4,702.06                               |
| 180  | 5130000 | Maintenance of Electric Plant | 146       | Safety Incentive Payments     | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 146       | Safety Incentive Payments     | 1,553.81                               |
| 117  | 5100000 | Maint Supv & Engineering      | 1AA       | Payroll Labor Accruals        | 0.00                                   |
| 117  | 5110000 | Maintenance of Structures     | 1AA       | Payroll Labor Accruals        | 0.00                                   |
| 110  | 5120000 | Maintenance of Boiler Plant   | 1AA       | Payroll Labor Accruals        | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 1AA       | Payroll Labor Accruals        | 0.00                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 1AA       | Payroll Labor Accruals        | 0.00                                   |
| 180  | 5130000 | Maintenance of Electric Plant | 1AA       | Payroll Labor Accruals        | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 1AA       | Payroll Labor Accruals        | 0.00                                   |
| 117  | 5100000 | Maint Supv & Engineering      | 1AB       | Labor Accrual Reversals       | 0.00                                   |
| 117  | 5110000 | Maintenance of Structures     | 1AB       | Labor Accrual Reversals       | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 1AB       | Labor Accrual Reversals       | 0.00                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 1AB       | Labor Accrual Reversals       | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 1AB       | Labor Accrual Reversals       | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 210       | Contract Labor (General)      | 10,921.35                              |
| 180  | 5120000 | Maintenance of Boiler Plant   | 210       | Contract Labor (General)      | 0.00                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 210       | Contract Labor (General)      | 5,003.63                               |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 210       | Contract Labor (General)      | 774.33                                 |
| 117  | 5110000 | Maintenance of Structures     | 214       | Outside Shop Services         | 12,055.01                              |
| 117  | 5120000 | Maintenance of Boiler Plant   | 214       | Outside Shop Services         | 117,450.59                             |
| 117  | 5130000 | Maintenance of Electric Plant | 214       | Outside Shop Services         | 438,071.56                             |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 214       | Outside Shop Services         | 12,935.30                              |
| 117  | 5120000 | Maintenance of Boiler Plant   | 220       | Supply Chain Clearing         | 0.00                                   |
| 180  | 5120000 | Maintenance of Boiler Plant   | 220       | Supply Chain Clearing         | 0.00                                   |
| 117  | 5130000 | Maintenance of Electric Plant | 220       | Supply Chain Clearing         | 5.54                                   |
| 180  | 5130000 | Maintenance of Electric Plant | 220       | Supply Chain Clearing         | 0.00                                   |
| 117  | 5100000 | Maint Supv & Engineering      | 270       | Software - Acquisition        | 32.35                                  |
| 117  | 5100000 | Maint Supv & Engineering      | 290       | Contract Labor (Specialty)    | 13.76                                  |
| 117  | 5110000 | Maintenance of Structures     | 290       | Contract Labor (Specialty)    | 131,639.30                             |
| 117  | 5120000 | Maintenance of Boiler Plant   | 290       | Contract Labor (Specialty)    | 1,786,589.88                           |
| 117  | 5130000 | Maintenance of Electric Plant | 290       | Contract Labor (Specialty)    | 79,749.21                              |

| Unit | Account | Account Description           | Cost Comp | Description                    | Item No. 70<br>Page 16 of 17<br>Amount |
|------|---------|-------------------------------|-----------|--------------------------------|--|
|      |         |                               |           |                                |  |
| 180  | 5130000 | Maintenance of Electric Plant | 290       | Contract Labor (Specialty)     | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 290       | Contract Labor (Specialty)     | 202,305.20                             |
| 117  | 5110000 | Maintenance of Structures     | 310       | MMS From Stock General         | 41,292.71                              |
| 117  | 5120000 | Maintenance of Boiler Plant   | 310       | MMS From Stock General         | 546,238.24                             |
| 117  | 5130000 | Maintenance of Electric Plant | 310       | MMS From Stock General         | 98,419.24                              |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 310       | MMS From Stock General         | 33,156.47                              |
| 117  | 5100000 | Maint Supv & Engineering      | 320       | Stores Clearing Charges Gen    | 224.88                                 |
| 117  | 5110000 | Maintenance of Structures     | 320       | Stores Clearing Charges Gen    | 23,977.57                              |
| 117  | 5120000 | Maintenance of Boiler Plant   | 320       | Stores Clearing Charges Gen    | 487,449.21                             |
| 117  | 5130000 | Maintenance of Electric Plant | 320       | Stores Clearing Charges Gen    | 82,006.85                              |
| 180  | 5130000 | Maintenance of Electric Plant | 320       | Stores Clearing Charges Gen    | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 320       | Stores Clearing Charges Gen    | 43,612.41                              |
| 117  | 5110000 | Maintenance of Structures     | 390       | Direct Purchase-Other Than MMS | 63,090.23                              |
| 117  | 5120000 | Maintenance of Boiler Plant   | 390       | Direct Purchase-Other Than MMS | 918,885.36                             |
| 117  | 5130000 | Maintenance of Electric Plant | 390       | Direct Purchase-Other Than MMS | 196,678.88                             |
| 180  | 5130000 | Maintenance of Electric Plant | 390       | Direct Purchase-Other Than MMS | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 390       | Direct Purchase-Other Than MMS | 40,925.28                              |
| 117  | 5120000 | Maintenance of Boiler Plant   | 392       | Freight Charges                | 11,659.78                              |
| 117  | 5130000 | Maintenance of Electric Plant | 392       | Freight Charges                | 7,273.94                               |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 392       | Freight Charges                | 1,104.78                               |
| 117  | 5110000 | Maintenance of Structures     | 393       | Sales & Use Tax Accrual        | 4,445.86                               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 393       | Sales & Use Tax Accrual        | 74,030.51                              |
| 117  | 5130000 | Maintenance of Electric Plant | 393       | Sales & Use Tax Accrual        | 11,687.66                              |
| 180  | 5130000 | Maintenance of Electric Plant | 393       | Sales & Use Tax Accrual        | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 393       | Sales & Use Tax Accrual        | 5,528.78                               |
| 117  | 5100000 | Maint Supv & Engineering      | 399       | Stores Offset                  | (422.21)                               |
| 117  | 5110000 | Maintenance of Structures     | 399       | Stores Offset                  | (3,793.21)                             |
| 117  | 5120000 | Maintenance of Boiler Plant   | 399       | Stores Offset                  | (22,518.83)                            |
| 117  | 5130000 | Maintenance of Electric Plant | 399       | Stores Offset                  | (6,530.39)                             |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 399       | Stores Offset                  | (26,989.93)                            |
| 117  | 5100000 | Maint Supv & Engineering      | 411       | Vehicle Distribution - Other   | 281.31                                 |
| 117  | 5110000 | Maintenance of Structures     | 411       | Vehicle Distribution - Other   | 76.31                                  |
| 117  | 5120000 | Maintenance of Boiler Plant   | 411       | Vehicle Distribution - Other   | 1,260.37                               |
| 117  | 5130000 | Maintenance of Electric Plant | 411       | Vehicle Distribution - Other   | 207.38                                 |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 411       | Vehicle Distribution - Other   | 122.59                                 |
| 117  | 5100000 | Maint Supv & Engineering      | 413       | Fleet Clearing                 | (2.31)                                 |
| 117  | 5110000 | Maintenance of Structures     | 413       | Fleet Clearing                 | 54.37                                  |
| 110  | 5120000 | Maintenance of Boiler Plant   | 413       | Fleet Clearing                 | 0.00                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 413       | Fleet Clearing                 | (435.59)                               |
| 117  | 5130000 | Maintenance of Electric Plant | 413       | Fleet Clearing                 | (371.21)                               |
| 180  | 5130000 | Maintenance of Electric Plant | 413       | Fleet Clearing                 | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 413       | Fleet Clearing                 | 54.99                                  |
| 117  | 5100000 | Maint Supv & Engineering      | 510       | Busin Exp 100% Deduct Gen      | 259.01                                 |
| 117  | 5110000 | Maintenance of Structures     | 510       | Busin Exp 100% Deduct Gen      | 6.91                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 510       | Busin Exp 100% Deduct Gen      | 2,331.92                               |
| 117  | 5130000 | Maintenance of Electric Plant | 510       | Busin Exp 100% Deduct Gen      | 3,226.05                               |
| 180  | 5130000 | Maintenance of Electric Plant | 510       | Busin Exp 100% Deduct Gen      | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 510       | Busin Exp 100% Deduct Gen      | 877.01                                 |
| 117  | 5100000 | Maint Supv & Engineering      | 520       | Business Exp Part Deduct Gen   | 8.81                                   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 520       | Business Exp Part Deduct Gen   | 251.79                                 |
| 117  | 5130000 | Maintenance of Electric Plant | 520       | Business Exp Part Deduct Gen   | 284.40                                 |
| 180  | 5130000 | Maintenance of Electric Plant | 520       | Business Exp Part Deduct Gen   | 0.00                                   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 520       | Business Exp Part Deduct Gen   | 87.08                                  |
| 117  | 5100000 | Maint Supv & Engineering      | 620       | Overheads                      | 4.25                                   |
| 117  | 5110000 | Maintenance of Structures     | 620       | Overheads                      | 93.51                                  |
| 117  | 5120000 | Maintenance of Boiler Plant   | 620       | Overheads                      | 13.24                                  |
| 117  | 5130000 | Maintenance of Electric Plant | 620       | Overheads                      | 1,521.63                               |
| 117  | 5120000 | Maintenance of Boiler Plant   | 622       | Shop Overhead Clearing         | 2,362.69                               |

| Unit | Account | Account Description           | Cost Comp | Description                    | Amount         |
|------|---------|-------------------------------|-----------|--------------------------------|----------------|
| 117  | 5130000 | Maintenance of Electric Plant | 622       | Shop Overhead Clearing         | 13,338.37      |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 622       | Shop Overhead Clearing         | 57.02          |
| 117  | 5130000 | Maintenance of Electric Plant | 623       | Fixed Shop Overhead Clearing   | 115,175.20     |
| 117  | 5100000 | Maint Supv & Engineering      | 738       | SS Fleet Prod/Svcs             | 2,813.42       |
| 117  | 5110000 | Maintenance of Structures     | 738       | SS Fleet Prod/Svcs             | 845.10         |
| 110  | 5120000 | Maintenance of Boiler Plant   | 738       | SS Fleet Prod/Svcs             | 0.00           |
| 117  | 5120000 | Maintenance of Boiler Plant   | 738       | SS Fleet Prod/Svcs             | 12,742.67      |
| 117  | 5130000 | Maintenance of Electric Plant | 738       | SS Fleet Prod/Svcs             | 5,519.58       |
| 180  | 5130000 | Maintenance of Electric Plant | 738       | SS Fleet Prod/Svcs             | 0.00           |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 738       | SS Fleet Prod/Svcs             | 840.93         |
| 110  | 5100000 | Maint Supv & Engineering      | 780       | AEPSC Bill                     | 264.36         |
| 117  | 5100000 | Maint Supv & Engineering      | 780       | AEPSC Bill                     | 702,400.79     |
| 180  | 5100000 | Maint Supv & Engineering      | 780       | AEPSC Bill                     | 88.11          |
| 117  | 5110000 | Maintenance of Structures     | 780       | AEPSC Bill                     | 29,643.52      |
| 110  | 5120000 | Maintenance of Boiler Plant   | 780       | AEPSC Bill                     | 1.14           |
| 117  | 5120000 | Maintenance of Boiler Plant   | 780       | AEPSC Bill                     | 1,071,179.40   |
| 117  | 5130000 | Maintenance of Electric Plant | 780       | AEPSC Bill                     | 388,155.57     |
| 180  | 5130000 | Maintenance of Electric Plant | 780       | AEPSC Bill                     | 473.92         |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 780       | AEPSC Bill                     | 46,667.81      |
| 117  | 5110000 | Maintenance of Structures     | 920       | Leases Of Personal Prop Gen    | 2,773.91       |
| 117  | 5120000 | Maintenance of Boiler Plant   | 920       | Leases Of Personal Prop Gen    | 52,435.06      |
| 117  | 5130000 | Maintenance of Electric Plant | 920       | Leases Of Personal Prop Gen    | 11,642.00      |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 920       | Leases Of Personal Prop Gen    | 35,390.02      |
| 117  | 5120000 | Maintenance of Boiler Plant   | 930       | Allocations (General)          | 61.68          |
| 117  | 5130000 | Maintenance of Electric Plant | 930       | Allocations (General)          | 734.69         |
| 117  | 5120000 | Maintenance of Boiler Plant   | 971       | Billings of Labor and Oth Cost | (5,008.50)     |
| 117  | 5120000 | Maintenance of Boiler Plant   | 999       | Miscellaneous All Other        | 75.00          |
| 117  | 5130000 | Maintenance of Electric Plant | 999       | Miscellaneous All Other        | 0.00           |
| 180  | 5130000 | Maintenance of Electric Plant | 999       | Miscellaneous All Other        | 415.53         |
| 117  | 5110000 | Maintenance of Structures     | 9AA       | Accounts Payable Accruals      | 122,770.95     |
| 117  | 5120000 | Maintenance of Boiler Plant   | 9AA       | Accounts Payable Accruals      | 6,886,902.73   |
| 117  | 5130000 | Maintenance of Electric Plant | 9AA       | Accounts Payable Accruals      | 494,992.76     |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 9AA       | Accounts Payable Accruals      | 18,506.93      |
| 117  | 5110000 | Maintenance of Structures     | 9AB       | Accts Payable Accrual Reversal | (105,550.20)   |
| 117  | 5120000 | Maintenance of Boiler Plant   | 9AB       | Accts Payable Accrual Reversal | (5,837,418.75) |
| 117  | 5130000 | Maintenance of Electric Plant | 9AB       | Accts Payable Accrual Reversal | (496,625.26)   |
| 117  | 5140000 | Maintenance of Misc Steam Plt | 9AB       | Accts Payable Accrual Reversal | (36,045.73)    |
| 117  | 5100000 | Maint Supv & Engineering      | U3E       | Exempt Uncompensated Labor     | 95,847.76      |
| 117  | 5110000 | Maintenance of Structures     | U3E       | Exempt Uncompensated Labor     | 1,160.96       |
| 117  | 5120000 | Maintenance of Boiler Plant   | U3E       | Exempt Uncompensated Labor     | 13,946.92      |
| 117  | 5130000 | Maintenance of Electric Plant | U3E       | Exempt Uncompensated Labor     | 4,187.77       |
| 180  | 5130000 | Maintenance of Electric Plant | U3E       | Exempt Uncompensated Labor     | 0.00           |
| 117  | 5140000 | Maintenance of Misc Steam Plt | U3E       | Exempt Uncompensated Labor     | 1,382.13       |
|      |         |                               |           |                                |                |
|      |         |                               |           |                                | 12,392,637.74  |



## Kentucky Power Company

### REQUEST

With regard to the Normalization of PJM Administrative Charges shown on Section V, S-4, page 41 and discussed on pages 20-25 of Mr. Bradish's testimony, please provide the following information:

- a. In which expense account in the response to KPSC-1-12 is the total actual test year cost of \$2,215,551 reflected?
- b. It would appear that the projected annualized cost amount of \$3,529,848 was calculated by taking 12/9ths of the actual test year cost of \$2,215,551 and increasing the product by 19.5%. Please confirm that this is correct. If you do not agree, explain your disagreement.
- c. Provide all source documentation showing that the "stated rate" filed with FERC on July 1, 2005 is 19.5% higher than the rate that was in effect in the test year that resulted in the actual test year expenses from October 2004 through June 2005.
- d. What was the monthly rate in effect for each of the months after the test year through October 2005.
- e. Has the stated rate filed with FERC on July 1, 2005 been approved by FERC or does it represent the rate that PJM has requested? If the stated rate has not yet been approved, when is FERC expected to rule on this matter?
- f. Why should it be considered reasonable and appropriate for the PJM Administrative costs to incur this very sharp increase of almost 20% from one year to the next?
- g. What have been the historic annual increases in PJM's Administrative costs during each of the last 10 years?

### RESPONSE

- a. PJM Administrative costs are recorded in account 5560003.
- b. Yes, the calculation was performed as stated. Please see the response to part (c).
- c. Please see page 3 of this item. Provided is the link to the PJM's stated rate filing with FERC.  
<http://www.pjm.com/documents/ferc/documents/2005/20050701-er05.pdf>

d. Following below is the "effective" monthly rate billed to AEP, based on total dollars billed divided by the MWhs of transmission use. It should be recognized that the annual "effective" rate is computed based on total annual dollars billed for the year divided by total annual MWhs of transmission use, and is not a simple average of months in that there is significant variability of MWhs of transmission use month to month.

| <u>Month</u> | <u>Year</u> | <u>Effective Monthly Rate</u> |
|--------------|-------------|-------------------------------|
| October      | 2004        | \$0.370559                    |
| November     | 2004        | \$0.322504                    |
| December     | 2004        | \$0.352829                    |
| January      | 2005        | \$0.341954                    |
| February     | 2005        | \$0.338145                    |
| March        | 2005        | \$0.368371                    |
| April        | 2005        | \$0.392751                    |
| May          | 2005        | \$0.385298                    |
| June         | 2005        | \$0.340423                    |
| July         | 2005        | \$0.294867                    |
| August       | 2005        | \$0.275792                    |
| September    | 2005        | \$0.312870                    |
| October      | 2005        | \$0.310083                    |

e. The stated rate has not been approved. The FERC issued a deficiency letter on August 31, 2005 that required PJM to respond within 60 days. PJM filed a partial response on October 28, 2005 along with a request for a 30-day extension for the remainder of their response. The Company cannot project when FERC will rule on this matter.

f. As illustrated in the response below in part (g), there have been steady increases since 1997. The Company does not have direct control over the level of PJM administrative fees, but is responsible for paying our share of those costs. AEP is and will continue to be active in the stakeholder process and the stated rate proceeding at the FERC in an effort to ensure appropriate cost control.

g. AEP only has information on actual annual PJM operating expenses since 1997. The actual operating expenses and % change from the prior year are shown below for the years 1997 until 2004.

| <u>Year</u> | <u>Actual Expenses</u> | <u>% change</u> |
|-------------|------------------------|-----------------|
| 1997        | \$31 million           |                 |
| 1998        | \$45 million           | 45.2%           |
| 1999        | \$59 million           | 31.1%           |
| 2000        | \$63 million           | 6.8%            |
| 2001        | \$93 million           | 47.6%           |
| 2002        | \$134 million          | 44.1%           |
| 2003        | \$165 million          | 23.1%           |
| 2004        | \$188 million          | 13.9%           |

WITNESS: Robert W Bradish

**Kentucky Power Company**  
**Summary of AEP System PJM Administrative Charges**  
**10 Months October 2004 through July 2005**

KPSC Case No. 2005-00341  
AG 1st Set Data Requests  
Item No. 71  
Page 3 of 3

PJM Admin Fee Forecast Workpaper

| <u>PJM Rate Schedule</u> | <u>PJM Rate Schedule Description</u> | <u>PJM Rate Schedule Billing Unit</u>  | <u>Billing Units 9 months</u> | <u>Admin. Charges 9 months</u> | <u>9 months Average Rate</u> | <u>PJM Admin. Rates per Stated Rate</u> | <u>Admin. Charges 9 months - Stated Rate</u> |
|--------------------------|--------------------------------------|--|-------------------------------|--------------------------------|------------------------------|---|--|
| 9-1                      | Control Area Mgmt                    | Transmission Use (load) MWh            | 102,988,057.53                | \$ 15,508,540                  | 0.150586                     | 0.2175 \$                               | 22,399,903                                   |
| 9-2                      | FTR Mgmt - MWh                       | FTR MWh                                | 144,480,916.48                | \$ 525,424                     | 0.003637                     | 0.0033 \$                               | 476,787                                      |
| 9-2                      | FTR Mgmt - Ops                       | FTR Bid Options x 5                    | 97,120.00                     | \$ 301                         | 0.003100                     | 0.0031 \$                               | 301  |
| 9-2                      | FTR Mgmt - Obs                       | FTR Bid Obligations                    | 321,872.00                    | \$ 930                         | 0.002888                     | 0.0031 \$                               | 998  |
| 9-3(L)                   | Mrkt Supprt - Load                   | Generation MWh                         | 112,537,335.54                | \$ 7,132,074                   | 0.063375                     | 0.0613 \$                               | 6,898,539                                    |
| 9-3(L)                   | Mrkt Supprt - Load                   | Load + Exports MWh                     | 102,928,585.53                | \$ 6,528,181                   | 0.063424                     | 0.0613 \$                               | 6,309,522                                    |
| 9-3(L)                   | Mrkt Supprt - Load                   | Incs + Decs + UpToCongestion (MWh)     | 3,119,538.20                  | \$ 197,846                     | 0.063421                     | 0.0613 \$                               | 191,228                                      |
| 9-3(G)                   | Mrkt Supprt - Gen                    | Generation Offer Segments              | 245,437.00                    | \$ 15,736                      | 0.064114                     | 0.0692 \$                               | 16,984                                       |
| 9-3(G)                   | Mrkt Supprt - Gen                    | Dmd + Transactn Bid/Offer Segmnts      | 83,656.00                     | \$ 5,289                       | 0.063223                     | 0.0692 \$                               | 5,789  |
| 9-4                      | Reg and Freq Resp                    | Reg obligatn + Regulatn sched (MWh)    | 2,684,176.90                  | \$ 827,780                     | 0.308393                     | 0.2818 \$                               | 756,401                                      |
| 9-5                      | Cap Res & Ob Mgmt                    | Obligatn pre-ALM + Unforced Cap (MWdy) | 12,705,767.30                 | \$ 1,797,430                   | 0.141466                     | 0.1291 \$                               | 1,640,315                                    |
| 9-FERC                   | FERC Ann Chg                         | Transmission Use (load) MWh            | 102,988,057.53                | \$ 4,094,204                   | 0.039754                     | 0.0493 \$                               | 5,077,311                                    |
| <b>Total/Avg.*</b>       |                                      |  | <b>585,180,520.01</b>         | <b>\$ 36,633,734</b>           | <b>0.355709</b>              | <b>0.425040 \$</b>                      | <b>43,774,077</b>                            |

Note: Billing Units and Charges cover AEP retail and firm wholesale load

\* Average based on MWh of Transmission use for Load

|                      |              |
|----------------------|--------------|
| stated rate gross up | 1.195        |
| test yr 9 mos        | \$ 2,215,550 |
| grossed up 9 mos     | \$ 2,647,387 |
| annualization        | \$ 3,529,849 |
| monthly              | \$ 294,154   |



## **Kentucky Power Company**

### **REQUEST**

In Exhibit EKW-11, the Company indicates that it proposes to include \$28,106,683 of Monthly Environmental Costs in base rates in this case. In this regard, please provide the following information:

- a. What portion of the requested approximate \$65 million base rate increase is caused by the proposed \$28.1 million roll in to base rates of environmental costs that is shown on shown on Exhibit EKW-11?
- b. Explain and show how and where the proposed base cost inclusion of \$28,106,683 is included in the filing schedules/exhibits of this case.
- c. Explain the impact on the pro forma test year revenues, pro forma test year operating costs and the pro forma test year base rate revenue requirement in this case as a result of this "roll-in" proposal. Show the calculations in support of this revenue requirement.
- d. Does the Company's proposed "roll in" proposal mean that the Environmental Surcharge will be set at \$0 with the rate effective date of this case? Please explain.

### **RESPONSE**

- a. None. The approximate \$28.1 million revenue is included in the Company's test year revenues.
- b. The costs associated with the \$28.1 million are included throughout the Company's test year expenses.
- c. The impact on the Company's pro forma test year revenues, pro forma test year operating costs and the pro forma test year base rate revenue requirement in this case as a result of this "roll-in" proposal is the same as the test year impact because the Company is not proposing any adjustment to the test year actual level of environmental costs.
- d. Only if the month's actual environmental costs incurred are equal to the corresponding test year month's environmental cost will the monthly environmental surcharge be zero.

**WITNESS:** Errol K Wagner



## **Kentucky Power Company**

### **REQUEST**

Section II, Application Exhibit A, page 341 of 352 shows that \$2,336,393 was charged in the test year to KPCo from other AEP companies. In this regard, please provide the following information:

- a. For each of the affiliated companies listed, explain what the cost charges to KPCo represent and whether they represent recurring charges.
- b. In which accounts in the response to KPSC-1-12 are these charges of \$2,336,393 reflected?

### **RESPONSE**

a. Of the affiliated company charges to Kentucky during the test year, 96% of those costs were charged by Appalachian Power, Ohio Power, and Columbus Southern Power. These are the affiliate companies which are located in the same geographic area as Kentucky Power, and thus are most likely to assist in storm recovery, transmission and distribution repair work, and sharing of materials (at company cost) when one company needs parts (for example) and another company has the parts in stock.

Kentucky Power has a variety of transactions with affiliates on a normal, ongoing basis. Transactions with affiliates generally fall into two categories. The first category, service payments, is a billing made when an affiliate provides a service to Kentucky Power, such as Appalachian Power providing assistance in distribution maintenance, or other affiliates providing assistance during storm recovery efforts. The second category, convenience payments, occurs when an affiliate company receives an invoice and the cost of that service should be borne by multiple AEP companies. For example, a legal invoice for a system-wide FERC issue may be paid by one affiliate company, and that company then bills the other affiliates who benefit from the service.

Discussion of specific company services is provided below.

**Appalachian Power Company - \$1,917,524**

Charges to KPCCo during the test year are primarily related to services for the construction and maintenance of distribution and transmission facilities, purchases at cost of material and supplies, sale of parts and equipment, Central Machine Shop repairs of generation-related assets, customer service activities related to reading meters and processing and performing reconnects, and operator training at Amos Simulator, all of which are recurring in nature. Due to the proximity of the service territories of Kentucky Power and Appalachian Power, Appalachian Power provides many transmission and distribution services of behalf of Kentucky, as well as repair assistance.

**Ohio Power Company - \$277,350**

Charges to KPCCo during the test year are primarily related to services for the construction and maintenance of distribution and transmission facilities and customer service activities related to reading meters, all of which are recurring in nature. The majority of convenience payments made by Ohio Power Company relate to legal fees paid for the benefit of all generation functions in the eastern region of the Company. These costs are recurring in nature. Due to the proximity of the service territories of Kentucky Power and Ohio Power, Ohio Power provides many transmission and distribution services of behalf of Kentucky, as well as repair assistance.

**Columbus Southern Power - \$57,045**

Charges to KPCCo during the test year are primarily related to maintenance of communication equipment and customer service activities related to customer collections. The majority of convenience payments made by Columbus Southern and charged to Kentucky were processed on behalf of all generation and distribution functions. These costs are recurring in nature.

**AEP Texas Central Company - \$26,618**

Charges to KPCCo during the test year are primarily related to meter activities billed from Texas Central.

**Kingsport Power Company - \$21,930**

Charges to KPCCo during the test year are primarily related to services for the construction and maintenance of distribution and transmission facilities and planning for associated business development projects.

**Public Service Co. of Ok - \$21,742**

Charges to KPCo during the test year are primarily related to planning for associated business development projects. The majority of convenience payments were made on behalf of all generation and distribution functions.

**Indiana Michigan Power Company - \$20,847**

Charges to KPCo during the test year are primarily convenience payments made on behalf of all distribution and generation functions.

**Southwestern Power Co. = (\$1,732)**

**AEP Texas North Company - (\$1,840)**

**All Others - (\$3,090)**

The total credit billed of (\$6,662) from the above affiliates is primarily due to items which occurred outside of the test period and which were reversed during the test period. Although these particular items may not be recurring in and of themselves, it is not abnormal for these types of accounting entries to occur between months, and when a "test year" period is chosen, it is not abnormal for one of the months to be included and the next not.

b. Please see the attached pages for the FERC accounts to which the \$2,336,393 was charged.

**WITNESS:** Errol K Wagner and Sandra S Bennett

**Kentucky Power Company**  
**Amounts Charged to Kentucky Power by Affiliates Other than AEPSC**

| Affiliate                 | FERC<br>Account Description         | Amount         |
|---------------------------|-------------------------------------|----------------|
| Appalachian Power Company |                                     |                |
|                           | <b>Generation</b>                   |                |
|                           | 5000 Oper Supervision & Engineering | 437            |
|                           | 5020 Steam Expenses                 | (97)           |
|                           | 5050 Electric Expenses              | (33)           |
|                           | 5060 Misc Steam Power Expenses      | 14,179         |
|                           | 5090 Allowance Consumption SO2      | (5)            |
|                           | 5100 Maint Supv & Engineering       | 0              |
|                           | 5110 Maintenance of Structures      | (89)           |
|                           | 5120 Maintenance of Boiler Plant    | (2,157)        |
|                           | 5130 Maintenance of Electric Plant  | (2,557)        |
|                           | 5140 Maintenance of Misc Steam Plt  | (209)          |
|                           | <b>Total Generation</b>             | <b>9,469</b>   |
|                           | <b>Transmission</b>                 |                |
|                           | 5600 Oper Supervision & Engineering | 165            |
|                           | 5610 Load Dispatching               | 1              |
|                           | 5620 Station Expenses               | 26,124         |
|                           | 5630 Overhead Line Expenses         | 38,401         |
|                           | 5660 Misc Transmission Expenses     | 38,797         |
|                           | 5690 Maintenance of Structures      | 1,711          |
|                           | 5700 Maint of Station Equipment     | 84,901         |
|                           | 5710 Maintenance of Overhead Lines  | 104,241        |
|                           | <b>Total Transmission</b>           | <b>294,341</b> |
|                           | 5800 Oper Supervision & Engineering | 70,847         |
|                           | 5810 Load Dispatching               | 5,117          |
|                           | 5820 Station Expenses               | 32,317         |
|                           | 5830 Overhead Line Expenses         | 11,869         |
|                           | 5840 Underground Line Expenses      | 31             |
|                           | 5850 Street Lighting & Signal Sys E | 2,107          |
|                           | 5860 Meter Expenses                 | 52,521         |
|                           | 5870 Customer Installations Exp     | 19,487         |
|                           | 5880 Miscellaneous Distribution Exp | 173,542        |
|                           | 5910 Maintenance of Structures      | 606            |
|                           | 5920 Maint of Station Equipment     | 79,051         |
|                           | 5930 Maintenance of Overhead Lines  | 332,421        |
|                           | 5940 Maint of Underground Lines     | 1,058          |
|                           | 5950 Maint of Lne Trnf,Rglators&Dvi | 46,559         |
|                           | 5960 Maint of Strt Lghtng & Sgnal S | 929            |
|                           | 5970 Maintenance of Meters          | 6,541          |
|                           | 5980 Maint of Misc Distribution Plt | 22,091         |
|                           | <b>Total Distribution</b>           | <b>857,096</b> |
|                           | <b>Customer Service</b>             |                |

**Kentucky Power Company**  
**Amounts Charged to Kentucky Power by Affiliates Other than AEPSC**

| <b>Affiliate</b>                       | <b>FERC Account</b> | <b>Description</b>             | <b>Amount</b>    |
|--|---------------------|--------------------------------|------------------|
|  | 9010                | Supervision - Customer Accts   | 15,800           |
|  | 9020                | Meter Reading Expenses         | 282,940          |
|  | 9030                | Cust Records & Collection Exp  | 148,036          |
|  | 9070                | Supervision - Customer Service | 703              |
|  | 9080                | Customer Assistance Expenses   | 6,819            |
|  |                     | <b>Total Customer Service</b>  | <b>454,300</b>   |
|  | <b>A&amp;G</b>      |                                |                  |
|  | 9200                | Administrative & Gen Salaries  | 9,565            |
|  | 9210                | Office Supplies and Expenses   | 4,110            |
|  | 9220                | Administrative Exp Trnsf - Cr  | 93,688           |
|  | 9230                | Outside Services Employed      | 9,143            |
|  | 9240                | Property Insurance             | 5                |
|  | 9250                | Injuries and Damages           | 17,613           |
|  | 9260                | Employee Pensions & Benefits   | 12,209           |
|  | 9301                | General Advertising Expenses   | 1,760            |
|  | 9302                | Misc General Expenses          | 126,312          |
|  | 9310                | Rents                          | 278              |
|  | 9350                | Maintenance of General Plant   | 27,637           |
|  |                     | <b>Total A&amp;G</b>           | <b>302,319</b>   |
| <b>Appalachian Power Company Total</b> |                     |                                | <b>1,917,524</b> |

Ohio Power Co.

|  |                     |                                |                 |
|--|---------------------|--------------------------------|-----------------|
|  | <b>Generation</b>   |                                |                 |
|  | 5020                | Steam Expenses                 | (4,138)         |
|  | 5050                | Electric Expenses              | (400)           |
|  | 5060                | Misc Steam Power Expenses      | 8,127           |
|  | 5100                | Maint Supv & Engineering       | (34)            |
|  | 5110                | Maintenance of Structures      | (427)           |
|  | 5120                | Maintenance of Boiler Plant    | (23,028)        |
|  | 5130                | Maintenance of Electric Plant  | 1,631           |
|  | 5140                | Maintenance of Misc Steam Plt  | (2,381)         |
|  |                     | <b>Total Generation</b>        | <b>(20,652)</b> |
|  | <b>Transmission</b> |                                |                 |
|  | 5600                | Oper Supervision & Engineering | 66              |
|  | 5620                | Station Expenses               | 838             |
|  | 5640                | Underground Line Expenses      | 75              |
|  | 5660                | Misc Transmission Expenses     | 3,224           |
|  | 5700                | Maint of Station Equipment     | 10,796          |
|  | 5710                | Maintenance of Overhead Lines  | 16,389          |
|  |                     | <b>Total Transmission</b>      | <b>31,387</b>   |

**Kentucky Power Company**

**Amounts Charged to Kentucky Power by Affiliates Other than AEPSC**

| Affiliate                   | FERC<br>Account | Description                    | Amount         |
|-----------------------------|-----------------|--------------------------------|----------------|
|                             |                 | <b>Distribution</b>            |                |
|                             | 5800            | Oper Supervision & Engineering | 246            |
|                             | 5820            | Station Expenses               | 5,369          |
|                             | 5830            | Overhead Line Expenses         | 1,497          |
|                             | 5840            | Underground Line Expenses      | 4              |
|                             | 5860            | Meter Expenses                 | 41,572         |
|                             | 5870            | Customer Installations Exp     | 1,330          |
|                             | 5880            | Miscellaneous Distribution Exp | 3,006          |
|                             | 5910            | Maintenance of Structures      | 516            |
|                             | 5920            | Maint of Station Equipment     | 11,920         |
|                             | 5930            | Maintenance of Overhead Lines  | 13,819         |
|                             | 5940            | Maint of Underground Lines     | 0              |
|                             | 5950            | Maint of Lne Trnf,Rglators&Dvi | 3,208          |
|                             | 5960            | Maint of Strt Lghtng & Sgnal S | 449            |
|                             | 5970            | Maintenance of Meters          | 3,026          |
|                             | 5980            | Maint of Misc Distribution Plt | 7,071          |
|                             |                 | <b>Total Distribution</b>      | <b>93,032</b>  |
|                             |                 | <b>Customer Service</b>        |                |
|                             | 9020            | Meter Reading Expenses         | 48,900         |
|                             | 9030            | Cust Records & Collection Exp  | 35,789         |
|                             | 9080            | Customer Assistance Expenses   | 5,980          |
|                             |                 | <b>Total Customer Service</b>  | <b>90,669</b>  |
|                             |                 | <b>A&amp;G</b>                 |                |
|                             | 9210            | Office Supplies and Expenses   | 924            |
|                             | 9220            | Administrative Exp Trnsf - Cr  | 23,747         |
|                             | 9230            | Outside Services Employed      | 902,099        |
|                             | 9250            | Injuries and Damages           | 181            |
|                             | 9260            | Employee Pensions & Benefits   | (863,887) *    |
|                             | 9301            | General Advertising Expenses   | 1              |
|                             | 9302            | Misc General Expenses          | 7,965          |
|                             | 9310            | Rents                          | 574            |
|                             | 9350            | Maintenance of General Plant   | 11,310         |
|                             |                 | <b>Total A&amp;G</b>           | <b>82,913</b>  |
| <b>Ohio Power Co. Total</b> |                 |                                | <b>277,350</b> |
| Columbus Southern Power     | 5000            | Oper Supervision & Engineering | 278            |
|                             | 5060            | Misc Steam Power Expenses      | 8,195          |
|                             | 5640            | Underground Line Expenses      | 96             |

\* Credit represents a payment received on company owned life insurance. The offsetting debit was recorded directly on Kentucky Power books, thus is does not show up as an AEPSC charge.

**Kentucky Power Company**  
**Amounts Charged to Kentucky Power by Affiliates Other than AEPSC**

| <b>Affiliate</b>                       | <b>FERC Account</b> | <b>Description</b>             | <b>Amount</b> |
|--|---------------------|--------------------------------|---------------|
|  | 5800                | Oper Supervision & Engineering | 2,496         |
|  | 5830                | Overhead Line Expenses         | 16            |
|  | 5840                | Underground Line Expenses      | 12            |
|  | 5860                | Meter Expenses                 | 446           |
|  | 5870                | Customer Installations Exp     | 606           |
|  | 5880                | Miscellaneous Distribution Exp | 6,383         |
|  | 5900                | Maint Supv & Engineering       | 2,459         |
|  | 5930                | Maintenance of Overhead Lines  | 729           |
|  | 5950                | Maint of Lne Trnf,Rglators&Dvi | 676           |
|  | 5960                | Maint of Strt Lghtng & Sgnal S | 84            |
|  | 5970                | Maintenance of Meters          | 16            |
|  | 5980                | Maint of Misc Distribution Plt | 189           |
|  | 9030                | Cust Records & Collection Exp  | 3,692         |
|  | 9200                | Administrative & Gen Salaries  | 568           |
|  | 9210                | Office Supplies and Expenses   | 919           |
|  | 9230                | Outside Services Employed      | 1,033         |
|  | 9250                | Injuries and Damages           | 8             |
|  | 9260                | Employee Pensions & Benefits   | 140           |
|  | 9302                | Misc General Expenses          | 57            |
|  | 9310                | Rents                          | 412           |
|  | 9350                | Maintenance of General Plant   | 27,536        |
| <b>Columbus Southern Power Total</b>   |                     |                                | <b>57,045</b> |
| AEP Texas Central Company              | 5600                | Oper Supervision & Engineering | 3             |
|  | 5700                | Maint of Station Equipment     | 255           |
|  | 5800                | Oper Supervision & Engineering | 38            |
|  | 5830                | Overhead Line Expenses         | 165           |
|  | 5840                | Underground Line Expenses      | 432           |
|  | 5860                | Meter Expenses                 | 16,568        |
|  | 5880                | Miscellaneous Distribution Exp | 1,557         |
|  | 5930                | Maintenance of Overhead Lines  | 179           |
|  | 5950                | Maint of Lne Trnf,Rglators&Dvi | 3,879         |
|  | 5960                | Maint of Strt Lghtng & Sgnal S | 45            |
|  | 5980                | Maint of Misc Distribution Plt | 77            |
|  | 9030                | Cust Records & Collection Exp  | 3,030         |
|  | 9210                | Office Supplies and Expenses   | 148           |
|  | 9230                | Outside Services Employed      | 167           |
|  | 9240                | Property Insurance             | (429)         |
|  | 9302                | Misc General Expenses          | 23            |
|  | 9310                | Rents                          | 404           |
|  | 9350                | Maintenance of General Plant   | 76            |
| <b>AEP Texas Central Company Total</b> |                     |                                | <b>26,618</b> |
| Kingsport Power Co.                    | 5660                | Misc Transmission Expenses     | 8,156         |
|  | 5700                | Maint of Station Equipment     | 45            |
|  | 5800                | Oper Supervision & Engineering | 495           |

**Kentucky Power Company**

**Amounts Charged to Kentucky Power by Affiliates Other than AEPSC**

| Affiliate                             | FERC<br>Account | Description                    | Amount        |
|---------------------------------------|-----------------|--------------------------------|---------------|
|                                       | 5880            | Miscellaneous Distribution Exp | 4,863         |
|                                       | 5920            | Maint of Station Equipment     | 278           |
|                                       | 5930            | Maintenance of Overhead Lines  | 1,796         |
|                                       | 9210            | Office Supplies and Expenses   | 198           |
|                                       | 9302            | Misc General Expenses          | 6,100         |
| <b>Kingsport Power Co. Total</b>      |                 |                                | <b>21,930</b> |
| Public Service Co. of Ok              | 5000            | Oper Supervision & Engineering | 2             |
|                                       | 5020            | Steam Expenses                 | (847)         |
|                                       | 5050            | Electric Expenses              | (694)         |
|                                       | 5060            | Misc Steam Power Expenses      | 7,179         |
|                                       | 5100            | Maint Supv & Engineering       | 41            |
|                                       | 5110            | Maintenance of Structures      | (2,057)       |
|                                       | 5120            | Maintenance of Boiler Plant    | (1,287)       |
|                                       | 5140            | Maintenance of Misc Steam Plt  | (203)         |
|                                       | 5350            | Oper Supervision & Engineering | (2)           |
|                                       | 5800            | Oper Supervision & Engineering | 256           |
|                                       | 5810            | Load Dispatching               | 7             |
|                                       | 5830            | Overhead Line Expenses         | 311           |
|                                       | 5860            | Meter Expenses                 | 3,298         |
|                                       | 5870            | Customer Installations Exp     | 394           |
|                                       | 5880            | Miscellaneous Distribution Exp | 2,500         |
|                                       | 5930            | Maintenance of Overhead Lines  | 2,629         |
|                                       | 5950            | Maint of Lne Trnf,Rglators&Dvi | 8             |
|                                       | 5960            | Maint of Strt Lghtng & Sgnal S | 1,247         |
|                                       | 5980            | Maint of Misc Distribution Plt | 284           |
|                                       | 9030            | Cust Records & Collection Exp  | 111           |
|                                       | 9200            | Administrative & Gen Salaries  | 504           |
|                                       | 9210            | Office Supplies and Expenses   | 1,977         |
|                                       | 9250            | Injuries and Damages           | 2,549         |
|                                       | 9260            | Employee Pensions & Benefits   | 236           |
|                                       | 9302            | Misc General Expenses          | 1,851         |
|                                       | 9310            | Rents                          | 1,448         |
| <b>Public Service Co. of Ok Total</b> |                 |                                | <b>21,742</b> |
| Indiana Michigan Pwr Co.              | 5000            | Oper Supervision & Engineering | 1,358         |
|                                       | 5020            | Steam Expenses                 | 0             |
|                                       | 5050            | Electric Expenses              | 485           |
|                                       | 5060            | Misc Steam Power Expenses      | 8,561         |
|                                       | 5100            | Maint Supv & Engineering       | 80            |
|                                       | 5110            | Maintenance of Structures      | 100           |
|                                       | 5120            | Maintenance of Boiler Plant    | 2,419         |
|                                       | 5130            | Maintenance of Electric Plant  | 266           |
|                                       | 5140            | Maintenance of Misc Steam Plt  | 196           |
|                                       | 5660            | Misc Transmission Expenses     | 254           |
|                                       | 5700            | Maint of Station Equipment     | 677           |

**Kentucky Power Company**  
**Amounts Charged to Kentucky Power by Affiliates Other than AEPSC**

| <b>Affiliate</b>                      | <b>FERC Account</b> | <b>Description</b>             | <b>Amount</b>  |
|---------------------------------------|---------------------|--------------------------------|----------------|
|                                       | 5800                | Oper Supervision & Engineering | 12             |
|                                       | 5860                | Meter Expenses                 | 1,524          |
|                                       | 5870                | Customer Installations Exp     | (25)           |
|                                       | 5880                | Miscellaneous Distribution Exp | 1,263          |
|                                       | 5930                | Maintenance of Overhead Lines  | 114            |
|                                       | 5980                | Maint of Misc Distribution Plt | 7              |
|                                       | 9030                | Cust Records & Collection Exp  | 557            |
|                                       | 9200                | Administrative & Gen Salaries  | 1,094          |
|                                       | 9210                | Office Supplies and Expenses   | 1,414          |
|                                       | 9230                | Outside Services Employed      | 170            |
|                                       | 9240                | Property Insurance             | (1,793)        |
|                                       | 9250                | Injuries and Damages           | 5              |
|                                       | 9302                | Misc General Expenses          | 2,026          |
|                                       | 9350                | Maintenance of General Plant   | 83             |
| <b>Indiana Michigan Pwr Co. Total</b> |                     |                                | <b>20,847</b>  |
| Southwestern Power Co.                | 5000                | Oper Supervision & Engineering | 172            |
|                                       | 5050                | Electric Expenses              | (85)           |
|                                       | 5060                | Misc Steam Power Expenses      | (2,176)        |
|                                       | 5100                | Maint Supv & Engineering       | (238)          |
|                                       | 5130                | Maintenance of Electric Plant  | (1,272)        |
|                                       | 5140                | Maintenance of Misc Steam Plt  | (14,274)       |
|                                       | 5860                | Meter Expenses                 | 1,034          |
|                                       | 5870                | Customer Installations Exp     | 2,434          |
|                                       | 5880                | Miscellaneous Distribution Exp | 1,287          |
|                                       | 5920                | Maint of Station Equipment     | 191            |
|                                       | 5930                | Maintenance of Overhead Lines  | 781            |
|                                       | 5950                | Maint of Lne Trnf,Rglators&Dvi | 101            |
|                                       | 5960                | Maint of Strt Lghtng & Sgnal S | 3,535          |
|                                       | 5970                | Maintenance of Meters          | 14             |
|                                       | 9010                | Supervision - Customer Accts   | 88             |
|                                       | 9030                | Cust Records & Collection Exp  | 643            |
|                                       | 9200                | Administrative & Gen Salaries  | 1,763          |
|                                       | 9210                | Office Supplies and Expenses   | 2,621          |
|                                       | 9230                | Outside Services Employed      | 21             |
|                                       | 9301                | General Advertising Expenses   | 92             |
|                                       | 9302                | Misc General Expenses          | 711            |
|                                       | 9310                | Rents                          | 824            |
| <b>Southwestern Power Co. Total</b>   |                     |                                | <b>(1,732)</b> |
| AEP Texas North Company               | 5060                | Misc Steam Power Expenses      | 446            |
|                                       | 5110                | Maintenance of Structures      | (520)          |
|                                       | 5120                | Maintenance of Boiler Plant    | (3,021)        |
|                                       | 5130                | Maintenance of Electric Plant  | (1,362)        |
|                                       | 5140                | Maintenance of Misc Steam Plt  | (552)          |
|                                       | 5700                | Maint of Station Equipment     | 169            |

**Kentucky Power Company**

**Amounts Charged to Kentucky Power by Affiliates Other than AEPSC**

| <b>Affiliate</b>                     | <b>FERC<br/>Account</b> | <b>Description</b>             | <b>Amount</b>    |
|--------------------------------------|-------------------------|--------------------------------|------------------|
|                                      | 5800                    | Oper Supervision & Engineering | 503              |
|                                      | 5860                    | Meter Expenses                 | 709              |
|                                      | 5880                    | Miscellaneous Distribution Exp | 789              |
|                                      | 5960                    | Maint of Strt Lghtng & Sgnal S | 310              |
|                                      | 5980                    | Maint of Misc Distribution Plt | 812              |
|                                      | 9030                    | Cust Records & Collection Exp  | 149              |
|                                      | 9210                    | Office Supplies and Expenses   | 150              |
|                                      | 9220                    | Administrative Exp Trnsf - Cr  | (1,065)          |
|                                      | 9310                    | Rents                          | 643              |
| <b>AEP Texas North Company Total</b> |                         |                                | <b>(1,840)</b>   |
| Others                               | 5020                    | Steam Expenses                 | 278              |
|                                      | 5060                    | Misc Steam Power Expenses      | 401              |
|                                      | 5100                    | Maint Supv & Engineering       | 14               |
|                                      | 5140                    | Maintenance of Misc Steam Plt  | 7                |
|                                      | 5660                    | Misc Transmission Expenses     | (0)              |
|                                      | 5880                    | Miscellaneous Distribution Exp | 97               |
|                                      | 5980                    | Maint of Misc Distribution Plt | 188              |
|                                      | 9210                    | Office Supplies and Expenses   | (3,487)          |
|                                      |                         | Reconciling Item               | (590)            |
| <b>Others Total</b>                  |                         |                                | <b>(3,090)</b>   |
| <b>Total</b>                         |                         |                                | <b>2,336,394</b> |



## Kentucky Power Company

### REQUEST

With regard to the AEPSC test year O&M charges to KPCo of \$24,909,863 shown in the response to KPSC-1-42, pages 3-5 of 9, please provide the following information:

- a. Identify all charges included in the \$24,909,863 that represent: (1) promotional and institutional advertising expenses; (2) expenses related to public relations and/or community relations; (3) lobbying expenses; (4) donations; and (5) expenses related to award banquets, social events, prizes and gifts. For each of the charges identified, provide a brief description of the nature of the charge.
- b. Provide a detailed breakout of all of the expense components (dollar amounts and descriptions of nature of the expenses) making up the \$118,976 for account 9302000 – Miscellaneous General Expenses.

### RESPONSE

a. The following items are included in the \$24,909,863 of O&M charges billed from AEPSC to KPCo:

(1) KPCo received no O&M charges from AEPSC for promotional and institutional advertising expenses.

(2) KPCo received \$126,696 of O&M charges from AEPSC for community and public relations activities. These activities include tasks associated with issuing press releases, answering questions from the media as well as tasks associated with involving the company in the community for the betterment of the community and the economic well-being of the company. Major tasks include, but are not limited to, holding press conferences, responding to articles and communications about the company in the media, preparing news releases, supporting media tours and open houses, preparing direct mail pieces and bill inserts, staging events including tours and open houses, producing publications, administering economic development projects, meeting with civic officials, work time contributed to support community activities and organizations, participating in local civic organizations, coordinating attitude and opinion research, participating in speakers bureau, coordination of employee volunteer programs, performing operation feed activities and administering visitor centers.

(3) KPCo received no O&M charges from AEPSC for lobbying.

(4) KPCo was billed a donation for \$111 to the American Red Cross, for sponsorship of an event, which was inadvertently charged to O&M. See line 30 of attached page 2 to this response and item "b." below.

(5) KPCo received no O&M charges from AEPSC for expenses related to social events, prizes and gifts. Any O&M charges from AEPSC for safety award banquets would be minimal, since these costs are generally borne directly by the utility, and are not separately tracked by AEPSC through the billing process.

b. Please see page 2 of this response for the detail breakout of the \$118,976 for account 9302000 – Miscellaneous General Expenses. Upon review, the Company has determined that \$179 should be removed from cost of service for items in lines 30 and 33 of the attached, which were inadvertently charged to the incorrect account.

**WITNESS:** Errol K Wagner and Sandra S Bennett

**Kentucky Power Company**  
**Account 9302000 - Miscellaneous General Expenses**  
**Billed From AEPSC**

| <b>No.</b>   | <b>Description</b>                                  | <b>Nature of Expense</b>           | <b>Amount</b>     |
|--------------|---|------------------------------------|-------------------|
| 1            | MARKET STRATEGIES INC                               | Contract Labor                     | 36,912.35         |
| 2            | AMERICANS FOR BALANCED ENERGY CHOICES               | Company Memberships                | 18,401.77         |
| 3            | CENTER FOR ENERGY & ECONOMIC DEVELOPMENT            | Company Memberships                | 11,439.00         |
| 4            | UNITED STATES CHAMBER OF COMMERCE                   | Company Memberships                | 4,704.03          |
| 5            | PUBLIC COMPANY ACCOUNTING OVERSIGHT                 | Corporate Contributions            | 4,658.29          |
| 6            | DIRECTOR'S FEES                                     | Director's Fees                    | 4,600.05          |
| 7            | CORPORATE EXECUTIVE BOARD                           | Company/Employee Memberships       | 4,190.24          |
| 8            | AMERICAN JUSTICE PARTNERSHIP                        | Company Memberships                | 4,049.91          |
| 9            | BUSINESS ROUNDTABLE                                 | Company Memberships                | 3,707.29          |
| 10           | CAMBRIDGE ENERGY RESEARCH ASSOCIATES                | Company Memberships                | 3,064.05          |
| 11           | NATIONAL ASSOCIATION OF MANUFACTURERS               | Company Memberships                | 1,881.56          |
| 12           | NATIONAL PETROLEUM COUNCIL                          | Company Memberships                | 1,764.39          |
| 13           | TQS RESEARCH INC                                    | Contract Labor                     | 1,290.55          |
| 14           | COMMITTEE OF CHIEF RISK OFFICERS INC                | Company Memberships                | 982.26            |
| 15           | INTERNATIONAL SWAPS & DERIVATIVES ASSOCIATION, INC. | Company Memberships                | 726.53            |
| 16           | FINANCIAL ACCOUNTING STANDARDS BOARD                | Corporate Contributions            | 691.20            |
| 17           | CONFERENCE BOARD INC                                | Company Memberships                | 588.00            |
| 18           | NATIONAL COAL COUNCIL                               | Company Memberships                | 551.25            |
| 19           | NORTH AMERICAN ENERGY                               | Company Memberships                | 476.98            |
| 20           | UCA USERS GROUP                                     | Company Memberships                | 348.73            |
| 21           | SODEXHO INC & AFFILIATES                            | Miscellaneous Expenses             | 270.01            |
| 22           | PUBLIC AFFAIRS COUNCIL                              | Company Memberships                | 265.87            |
| 23           | COUNCIL OF STATE GOVERNMENTS                        | Company Memberships                | 228.66            |
| 24           | CONSUMERS UNITED FOR RAIL EQUITY                    | Company Memberships                | 185.95            |
| 25           | POINTS OF LIGHT FOUNDATION                          | Company/Employee Memberships       | 180.54            |
| 26           | BOSTON COLLEGE/CENTER FOR CORPORATE CITIZENSHIP     | Company Memberships                | 128.63            |
| 27           | M/QA RESEARCH INC                                   | Contract Labor                     | 125.76            |
| 28           | MANAGEMENT EXECUTIVES SOCIETY                       | Company Memberships                | 117.93            |
| 29           | SOUTHEASTERN ELECTRIC EXCHANGE                      | Company Memberships                | 114.58            |
| 30           | AMERICAN RED CROSS                                  | Donation                           | 111.28            |
| 31           | GUILD GROUP INC                                     | Contract Labor                     | 69.76             |
| 32           | BUSINESS GOVERNMENT RELATIONS COUNCIL               | Company Memberships                | 67.97             |
| 33           | COUNTRY CLUB AT MUIRFIELD VILLAGE                   | Company Memberships                | 67.42             |
| 34           | LEXIS NEXIS   | Company Memberships/Contract Labor | 66.24             |
| 35           | AMERICAN COAL COUNCIL                               | Company Memberships                | 62.67             |
| 36           | EXPERIENCE COLUMBUS                                 | Company Memberships                | 61.89             |
| 37           | OTHER PAYABLES <\$50 (26 ITEMS)                     | Miscellaneous Expenses             | 436.44            |
| 38           | EMPLOYEE LABOR AND EXPENSES                         | Employee Labor                     | 7,699.11          |
| 39           | INTERNAL SUPPORT COSTS                              | Overheads                          | 3,278.75          |
| 40           | OTHER ITEMS   | Miscellaneous Expenses             | 408.56            |
| <b>TOTAL</b> |   |                                    | <b>118,976.46</b> |



## Kentucky Power Company

### REQUEST

Please provide all non AEPSC O&M expense charges included in the test year cost of service associated with (1) lobbying expenses; (2) donations; (3) spousal expenses (e.g., travel, conferences, etc.); (4) expenses related to award banquets, social events, prizes and gifts. For each of the charges identified, provide a brief description of the nature of the charge.

### RESPONSE

Non- AEPSC O&M expense charges for:

- (1) All lobbying expenses are charged to Account 4264000 and are not included in the test year O&M expense.
- (2) Donations - See response to Commission Staff First Set Data Request, Item No. 32.
- (3) Spousal expenses (e.g., travel, conferences, etc.) - A total of \$1104.61 was spent during the test year for spousal expenses which included attendance at NARUC conference dinners, employee recognition meetings and tickets.
- (4) Expenses related to award banquets, social events, prizes and gifts. Please see attached pages.

WITNESS: Timothy C Mosher

KENTUCKY POWER  
EXECUTIVE  
7/1/04-6/30/05

| DATE      | ORGANIZATION                 | REASON                                 | AMOUNT      |
|-----------|------------------------------|--|-------------|
| 7/13/2004 | Supplies                     | Reception in Ashland                   | \$ 167.92   |
| 7/13/2004 | Pike Co. Chamber             | Annual Dinner Tickets                  | \$ 100.00   |
| 7/27/2004 | Personal Vehicle Mileage     | Hazard Chamber Meeting                 | \$ 105.00   |
| 7/27/2004 | Peking Chinese-Bus. Ent.     | Hazard Editorial Board Meeting         | \$ 58.65    |
| 7/28/2004 | Meal - Self                  | Kentucky Chamber of Commerce Mtg       | \$ 19.91    |
| 7/28/2004 | Personal Vehicle Mileage     | Leslie Co. School Superintendent       | \$ 20.00    |
| 7/28/2004 | Personal Vehicle Mileage     | Knott Co. School Board                 | \$ 17.60    |
| 7/30/2004 | Personal Vehicle Mileage     | Community Advisory Board               | \$ 6.40     |
| 7/30/2004 | Labor-Management             | Conference sponsor                     | \$ 3,000.00 |
| 8/3/2004  | CEDAR                        | Golf Scramble                          | \$ 200.00   |
| 8/4/2004  | River Children's Miracle Net | Golf Tournament - hole sponsor         | \$ 150.00   |
| 8/4/2004  | KCTCS                        | President's Awards Gala                | \$ 2,600.00 |
| 8/4/2004  | Personal Vehicle Mileage     | Rotary                                 | \$ 5.60     |
| 8/5/2004  | Idegy                        | Tins for KAEE Conference               | \$ 982.89   |
| 8/8/2004  | AIK                          | Annual Mtg.                            | \$ 7,500.00 |
| 8/11/2004 | Personal Vehicle Mileage     | Rotary                                 | \$ 6.00     |
| 8/11/2004 | Personal Vehicle Mileage     | Meeting with Mayor of Jenkins          | \$ 127.50   |
| 8/11/2004 | Ponderosa - Bus. Meals       | Meeting with Mayor of Jenkins          | \$ 14.50    |
| 8/20/2004 | Idegy                        | Kentucky Power Team Shirts             | \$ 581.36   |
| 8/24/2004 | Personal Vehicle Mileage     | Rotary Exec. Committee Mtg.            | \$ 1.60     |
| 8/26/2004 | Personal Vehicle Mileage     | Perry Co. Schools                      | \$ 1.60     |
| 8/26/2004 | Personal Vehicle Mileage     | Leslie Co. Schools                     | \$ 20.00    |
| 8/27/2004 | Idegy                        | Kentucky Power Team Shirts             | \$ 611.94   |
| 8/30/2004 | Prizes                       | Kentucky Chamber of Commerce Mtg       | \$ 20.00    |
| 8/30/2004 | Personal Vehicle Mileage     | Kentucky Chamber of Commerce Mtg       | \$ 31.88    |
| 8/31/2004 | Christmas for Charities      | Table                                  | \$ 1,000.00 |
| 9/1/2004  | Personal Vehicle Mileage     | Rotary                                 | \$ 5.60     |
| 9/2/2004  | Personal Vehicle Mileage     | Ashland Rotary Meeting                 | \$ 97.50    |
| 9/7/2004  | Idegy                        | Magnets for Ashland Sesquicentennial   | \$ 244.53   |
| 9/8/2004  | Personal Vehicle Mileage     | Rotary                                 | \$ 5.60     |
| 9/14/2004 | Floyd Co. Chamber            | Environmental Sponsorship              | \$ 1,000.00 |
| 9/15/2004 | Personal Vehicle Mileage     | Environmental Day-Jenny Wiley St. Park | \$ 41.60    |
| 9/17/2004 | Personal Vehicle Mileage     | KCTCS Meeting                          | \$ 24.75    |
| 9/18/2004 | Personal Vehicle Mileage     | Meeting with EastPark officials        | \$ 105.00   |
| 9/20/2004 | Personal Vehicle Mileage     | Hand Deliver Contribution Check        | \$ 4.00     |

KENTUCKY POWER  
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|            |                            |   |    |        |
|------------|----------------------------|---|----|--------|
| 9/21/2004  | Ashland Alliance           | 2004 Fall Ball Golf Outing team and hole    | \$ | 250.00 |
| 9/22/2004  | Idegy                      | Cancer Walk T-Shirts                        | \$ | 325.09 |
| 9/28/2004  | Personal Vehicle Mileage   | Fund Raising Comm.-Challenger Ctr.          | \$ | 7.20   |
| 9/29/2004  | Personal Vehicle Mileage   | Rotary                                      | \$ | 5.60   |
| 9/30/2004  | Personal Vehicle Mileage   | United Way Kickoff Campaign                 | \$ | 6.40   |
| 9/31/04    | United Way E. KY           | Golf Tournament - hole sponsor and team     | \$ | 550.00 |
| 10/12/2004 | Serafini - meals bus. Ent. | Recognition of Phillip Hicks - employee     | \$ | 76.13  |
| 10/12/2004 | Personal Vehicle Mileage   | Recognition of Phillip Hicks - employee     | \$ | 11.25  |
| 10/12/2004 | Personal Vehicle Mileage   | Employee Recognition - Phillip Hicks        | \$ | 4.50   |
| 10/13/2004 | Personal Vehicle Mileage   | OLBH Board Meeting                          | \$ | 99.38  |
| 10/13/2004 | Bob Evans meal-self        | OLBH Board Meeting                          | \$ | 15.67  |
| 10/16/2004 | Brandor                    | Promotional Items for Giveaways             | \$ | 409.80 |
| 10/18/2004 | Paramount Arts Center      | Event Sponsorship                           | \$ | 637.50 |
| 10/21/2004 | Personal Vehicle Mileage   | Business Technology Advisory Board          | \$ | 7.20   |
| 10/21/2004 | Personal Vehicle Mileage   | BSCTC Annual Scholarship Reception          | \$ | 43.20  |
| 10/22/2004 | Personal Vehicle Mileage   | Hope's Place Fundraiser Grayson, KY         | \$ | 92.63  |
| 10/22/2004 | Personal Vehicle Mileage   | Hope's Place Community Event                | \$ | 112.50 |
| 10/22/2004 | Hope's Place               | Hope's Place Fundraiser Grayson, KY         | \$ | 25.00  |
| 10/25/2004 | Graebear Gallery           | Flower Display donated to KDMC Fundraiser   | \$ | 89.03  |
| 10/25/2004 | Idegy                      | Poage Solar Celebration T-Shirts - kids     | \$ | 451.66 |
| 10/25/2004 | Idegy                      | Shirts - Strategic Planning Meeting         | \$ | 367.88 |
| 11/2/2004  | Ashland Alliance           | Reception Expense for Business After Hrs.   | \$ | 250.00 |
| 11/3/2004  | 4-H                        | Sponsorship                                 | \$ | 200.00 |
| 11/3/2004  | Personal Vehicle Mileage   | Rotary                                      | \$ | 5.60   |
| 11/4/2004  | UK Athletics               | UK Basketball tickets for use with customer | \$ | 74.00  |
| 11/5/2004  | Personal Vehicle Mileage   | AIK Meeting                                 | \$ | 46.88  |
| 11/6/2004  | Idegy                      | Team Shirts                                 | \$ | 367.88 |
| 11/6/2004  | Poor Richard's Books       | Read To Me Day                              | \$ | 678.00 |
| 11/8/2004  | Gasoline For Rental Car    | Read To Me Day                              | \$ | 21.50  |
| 11/8/2004  | Idegy                      | Read To Me Day Shirts                       | \$ | 454.69 |
| 11/9/2004  | Personal Vehicle Mileage   | Read To Me Day                              | \$ | 64.00  |
| 11/10/2004 | Super 8 Motel              | Read To Me Day                              | \$ | 64.91  |
| 11/11/2004 | Personal Vehicle Mileage   | Hand Deliver Contribution Check             | \$ | 20.80  |
| 11/11/2004 | Enterprise Car Rental      | Three Community Events                      | \$ | 124.02 |
| 11/15/2004 | Personal Vehicle Mileage   | Challenger Learning Center                  | \$ | 8.00   |
| 11/16/2004 | Premiums & Promotions      | Educational Giveaways                       | \$ | 406.09 |
| 11/17/2004 | Personal Vehicle Mileage   | Rotary                                      | \$ | 5.60   |

KENTUCKY POWER  
EXECUTIVE  
7/1/04-6/30/05

|            |                             |                                       |    |          |
|------------|-----------------------------|---------------------------------------|----|----------|
| 11/19/2004 | Personal Vehicle Mileage    | Community Advisory Board              | \$ | 6.40     |
| 11/22/2004 | Premiums & Promotions       | Promotional Items for Giveaways       | \$ | 1,027.25 |
| 11/22/2004 | Idegy                       | Shirts for Solar Celebration - Adults | \$ | 93.14    |
| 11/22/2004 | Valet                       | KAEC Annual Meeting                   | \$ | 12.00    |
| 11/23/2004 | Personal Vehicle Mileage    | Perry Co. Reality Store               | \$ | 8.00     |
| 11/24/2004 | Personal Vehicle Mileage    | Perry Co. Reality Store               | \$ | 6.00     |
| 11/29/2004 | Personal Vehicle Mileage    | Ashland Alliance Meeting              | \$ | 126.75   |
| 11/29/2004 | Personal Vehicle Mileage    | Ashland Alliance Meeting              | \$ | 22.50    |
| 12/9/2004  | Big Sandy Foster/Adoption   | Christmas Pageant Sponsor             | \$ | 500.00   |
| 12/9/2004  | Personal Vehicle Mileage    | Leadership Kentucky                   | \$ | 9.38     |
| 12/10/2004 | Meal - Self                 | Return from legislative meetings      | \$ | 36.57    |
| 12/14/2004 | Buckhorn Children's Found.  | Abused Children's Program Sponsor     | \$ | 500.00   |
| 12/15/2004 | Personal Vehicle Mileage    | Rotary                                | \$ | 5.60     |
| 12/15/2004 | Quirk Café - Bus. Exp.      | Meeting with KET personnel            | \$ | 40.76    |
| 12/16/2004 | Andover Country Club        | Christmas Dinner for Staff            | \$ | 70.00    |
| 12/16/2004 | Premiums & Promotions       | Giveaway Supplies                     | \$ | 320.00   |
| 12/16/2004 | Greenup Co. War Mem.        | Sponsorship                           | \$ | 2,600.00 |
| 12/17/2004 | Idegy                       | Team Jackets                          | \$ | 661.64   |
| 12/23/044  | Our Lady of Bellefonte Hosp | Board Meeting Expense                 | \$ | 100.00   |
| 11/1/2005  | Gasoline For Rental Car     | KYNeed Community Event                | \$ | 15.05    |
| 11/1/2005  | Enterprise Car Rental       | KYNeed Community Event                | \$ | 41.34    |
| 1/24/2005  | Frankfort Chamber           | Annual Dinner Sponsor                 | \$ | 280.00   |
| 1/26/2005  | Bob Evans Restaurant        | Meals incurred for Media Visits       | \$ | 34.27    |
| 1/27/2005  | Frankfort Chamber           | Annual Meeting table sponsor          | \$ | 280.00   |
| 1/5/2005   | Personal Vehicle Mileage    | Rotary                                | \$ | 5.60     |
| 01/05/05   | Kentucky Chamber            | Chamber Day Sponsorship               | \$ | 5,000.00 |
| 01/18/05   | Personal Vehicle Mileage    | Greater Hazard Arts Advisory Board    | \$ | 7.20     |
| 01/27/05   | Peking Chinese-Bus. Ent.    | Media Visits                          | \$ | 40.36    |
| 01/28/05   | Super 8 Motel               | Media Visits                          | \$ | 64.25    |
| 01/28/05   | Hotel Expense               | Media Visits                          | \$ | 48.04    |
| 01/28/05   | Personal Vehicle Mileage    | Community Advisory Board              | \$ | 6.40     |
| 01/31/05   | Idegy                       | Jackets                               | \$ | 257.18   |
| 02/01/05   | Personal Vehicle Mileage    | KY River P-16 Council Meeting         | \$ | 7.20     |
| 02/09/05   | Appleby's                   | Customer visits in Ashland            | \$ | 42.65    |
| 02/10/05   | National Wild Turkey Fed.   | Banquet sponsorship                   | \$ | 600.00   |
| 02/11/05   | Personal Vehicle Mileage    | Pikeville College                     | \$ | 24.30    |
| 02/14/05   | Personal Vehicle Mileage    | Tour of The David School              | \$ | 32.00    |

KENTUCKY POWER  
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|             |                          |  |    |          |
|-------------|--------------------------|--|----|----------|
| 02/21/05    | Idegy                    | Jackets                                    | \$ | 292.89   |
| 02/21/05    | Personal Vehicle Mileage | P-16 Council Promotional Committee         | \$ | 7.20     |
| 02/22/05    | KRADD                    | Senior Games Sponsor                       | \$ | 3,500.00 |
| 03/01/05    | Garcias                  | IGCC Meeting                               | \$ | 41.96    |
| 03/09/05    | Personal Vehicle Mileage | Career Day - Leslie Co. High School        | \$ | 21.60    |
| 03/16/05    | Gasoline For Rental Car  | Big Sandy Health & Safety Fair             | \$ | 11.71    |
| 03/16/05    | Miss KY Scholarship Org. | Sponsorship - ad -- for local winner       | \$ | 300.00   |
| 03/17/05    | Enterprise Car Rental    | Big Sandy Health & Safety Fair             | \$ | 41.34    |
| 03/17/05    | Gasoline For Rental Car  | Big Sandy Health & Safety Fair             | \$ | 15.00    |
| 03/18/05    | Premiums & Promotions    | Sports Bottles - BSP Health Fair           | \$ | 512.38   |
| 03/19/05    | Greenbrier Hotel         | OLBH Board Meeting                         | \$ | 71.81    |
| 03/22/05    | Personal Vehicle Mileage | KY River P-16 Council Meeting              | \$ | 7.20     |
| 03/25/05    | UK Athletics             | Football tickets for Community Involvement | \$ | 747.00   |
| 03/28/05    | Enterprise Car Rental    | Community Outreach E. KY. Science Ctr.     | \$ | 41.34    |
| 03/28/05    | Gasoline For Rental Car  | Community Outreach E. KY. Science Ctr.     | \$ | 20.00    |
| 03/30/05    | Carter Co. Rec. Alliance | Golf Hole sponsorship and one player       | \$ | 150.00   |
| 04/04/05    | Personal Vehicle Mileage | KRADD Senior Games Planning Comm.          | \$ | 2.40     |
| 04/04/05    | Personal Vehicle Mileage | To purchase books for community event      | \$ | 5.67     |
| 4/4/2005    | Floyd Co. Chamber        | Banquet sponsorship                        | \$ | 500.00   |
| 4/4/2005    | Governor's Office        | Derby Ball sponsorship                     | \$ | 1,000.00 |
| 4/5/2005    | E. KY Leadership         | Leadership conference sponsor              | \$ | 3,000.00 |
| 4/6/2005    | Ashland Alliance         | Golf outing sponsor & team                 | \$ | 600.00   |
| 4/12/2005   | Haz/Perry Co. Chamber    | Civic Night sponsor                        | \$ | 120.00   |
| 4/13/2005   | Hamton Inns              | Big Sandy Health & Safety Fair             | \$ | 120.91   |
| 4/13/2005   | Personal Vehicle Mileage | BSCTC Job Fair                             | \$ | 43.20    |
| 04/14-18/05 | Personal Vehicle Mileage | Business Technology Advisory Board         | \$ | 7.20     |
| 04/19-20/05 | Personal Vehicle Mileage | Leadership Kentucky Fort Campbell          | \$ | 216.40   |
| 4/29/2005   | Personal Vehicle Mileage | Community Advisory Board                   | \$ | 6.40     |
| 5/3/2005    | Niagra Conservation Co.  | Senior Day Door Prizes                     | \$ | 288.57   |
| 5/6/2005    | Gasoline For Rental Car  | Ashland Alliance Meeting                   | \$ | 30.00    |
| 05/11-12/05 | Personal Vehicle Mileage | Leadership Kentucky Jabez                  | \$ | 112.00   |
| 5/14/2005   | Fees                     | Employee Event                             | \$ | 400.00   |
| 5/16/2005   | Appleby's                | KCTCS Meeting                              | \$ | 19.08    |
| 5/18/2005   | Meal-Self Applebys       | Senior Day Dinner Event                    | \$ | 16.00    |
| 5/18/2005   | Gasoline For Rental Car  | Senior Day Dinner Event                    | \$ | 23.41    |
| 5/18/2005   | Wal Mart                 | Door prizes for Senior Day                 | \$ | 62.31    |
| 5/18/2005   | Hampton Inn              | Lodging for Senior Day                     | \$ | 86.11    |

KENTUCKY POWER  
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|            |                           |                                       |    |           |
|------------|---------------------------|---------------------------------------|----|-----------|
| 5/18/2005  | Penn Station East - meal  | Meal during Senior Games in Hazard    | \$ | 13.33     |
| 5/19/2005  | Hampton Inn               | Lodging for Senior Day                | \$ | 86.11     |
| 5/19/2005  | Enterprise Car Rental     | Senior Day - Dinner Event             | \$ | 39.22     |
| 5/20/2005  | Quirk Café - Bus. Exp.    | Partnership for Kentucky Schools Mtg. | \$ | 21.31     |
| 5/20/2005  | Idegy                     | Giveaways Golf tees/kit               | \$ | 504.44    |
| 5/20/2005  | KRADD                     | Sponsor Senior State Games            | \$ | 500.00    |
| 5/24/2005  | Holiday Inns              | Truck Rodeo in Pikeville              | \$ | 71.77     |
| 5/25/2005  | Niagra Conservation Co.   | Senior Day Door Prizes                | \$ | 175.15    |
| 5/25/2005  | Personal Vehicle Mileage  | KY River P-16 Council Meeting         | \$ | 7.20      |
| 5/27/2005  | Eagle Trace Golf Course   | Cancer Golf Outing                    | \$ | 45.00     |
| 5/27/2005  | Personal Vehicle Mileage  | Event for Cancer Research             | \$ | 24.30     |
| 5/31/2005  | Floyd Co. Chamber         | Golf outing hole sponsor              | \$ | 150.00    |
| 5/31/2005  | Floyd Co. Chamber         | Golf outing team                      | \$ | 440.00    |
| 6/1/2005   | Idegy                     | Team Shirts - Senior Day              | \$ | 392.28    |
| 06/8-10/05 | Personal Vehicle Mileage  | Leadership Kentucky Frankfort         | \$ | 140.00    |
| 6/13/2005  | Personal Vehicle Mileage  | State Bankers Assoc. Event            | \$ | 6.08      |
| 6/15/2005  | KY Labor-Management       | Conference sponsor                    | \$ | 3,000.00  |
| 6/15/2005  | Appleby's                 | Customer Meeting 5/3 Bank             | \$ | 31.98     |
| 6/17/2005  | Prizes                    | Frankfort Chamber of Commerce Event   | \$ | 25.00     |
| 6/20/2005  | Leadership Tri-State      | Bus expense sponsor                   | \$ | 400.00    |
| 6/21/2005  | National Wild Turkey Fed. | Disabled Turkey Shoot                 | \$ | 100.00    |
| 6/21/2005  | Boy Scout Troop 161       | Eagle Scout Project                   | \$ | 500.00    |
| 6/23/2005  | Adelia's                  | Lunch for AIK meeting                 | \$ | 138.00    |
| 6/24/2005  | Prizes                    | Multiple Sclerosis Event              | \$ | 1,397.78  |
| 6/24/2005  | Gasoline For Rental Car   | Multiple Sclerosis Event              | \$ | 31.00     |
|            |                           |                                       | \$ | 58,871.39 |
|            |                           |                                       |    |           |
|            |                           |                                       |    |           |
|            |                           |                                       |    |           |
|            |                           |                                       |    |           |



Kentucky Power Company

**REQUEST**

Please provide the Company's actual Injury & Damage (I&D) expenses booked in the test year and in each of the 10 years prior to the test year. In addition for each of the 10 historic annual I&D expense amounts prior to the test year, provide that year's CPI-U factor in order to restate the historic year's I&D expense amount in 2005 dollars.

**RESPONSE**

The requested information is provided on page 2 of this response. The effect of the proposed calculation is to increase the Company's expenses thus increasing the Company's revenue requirement by \$1,003,501.

WITNESS: Errol Wagner

Kentucky Power Company  
Injuries and Damages Expense  
Twelve Months Ending 12/31/1995 through 12/31/2004 and 6/30/2005

| Ln<br>No | Year<br>(2)                                       | Injuries and<br>Damages<br>Amount<br>(3) | CPI-U<br>Index<br>(4) | 2005<br>Constance<br>Dollar<br>Amount<br>(5) |
|----------|---|--|-----------------------|--|
| 1        | 2005  | \$1,122,581                              | 191.68                | \$1,122,581                                  |
| 2        | 2004  | \$962,364                                | 188.89                | \$976,579                                    |
| 3        | 2003  | \$1,015,491                              | 183.96                | \$1,058,107                                  |
| 4        | 2002  | \$2,130,685                              | 179.84                | \$2,270,961                                  |
| 5        | 2001  | \$1,713,555                              | 177.07                | \$1,854,940                                  |
| 6        | 2000  | \$1,035,647                              | 172.19                | \$1,152,871                                  |
| 7        | 1999  | \$1,744,346                              | 166.58                | \$2,007,181                                  |
| 8        | 1998  | \$2,029,161                              | 163.01                | \$2,386,047                                  |
| 9        | 1997  | \$3,620,440                              | 160.53                | \$4,322,967                                  |
| 10       | 1996  | \$2,814,495                              | 156.86                | \$3,439,260                                  |
| 11       | 1995  | <u>\$1,521,407</u>                       | 152.38                | <u>\$1,913,790</u>                           |
| 12       | Total   | <u>\$19,710,172</u>                      |                       | <u>\$21,382,703</u>                          |
| 13       | 10 Year Average                                   |  |                       | <u>\$2,138,270</u>                           |
| 14       | Increase Expense Adjustment<br>(Line 13 - Line 1) |  |                       | <u>\$1,015,689</u>                           |
| 15       | Allocation Factor : O&M Expense                   |  |                       | <u>0.988</u>                                 |
| 16       | KPSC Jurisdictional Amount (Ln 14 X Ln 15)        |  |                       | <u>\$1,003,501</u>                           |



## Kentucky Power Company

### REQUEST

With regard to the response to KPSC-1-33, please provide the following information:

- a. The basis for the 16.3% lobbying allocation of Mr. Pauley's salary and a workpaper showing all calculations and assumptions in the derivation of this ratio.
- b. What is Mr. Pauley's test year total compensation, including not only his base salary of \$112,900, but also: (1) any bonuses and/or incentive compensation expenses; (2) payroll taxes related to his compensation; and (3) all of his benefits such as pension, OPEB, savings plan, LTD, life insurance, medical and dental premiums, etc.
- c. Considering that Mr. Pauley's "principal functions include lobbying at the local and state level," explain why only 16.3% of his time (salary) has been allocated to lobbying activities.

### RESPONSE

- a. The basis for the 16.3% lobbying allocation of Mr. Pauley's salary was derived from his time report records, which are completed by Mr. Pauley every other Friday. As shown in the calculation below, he reported 339 hours to the activity code for lobbying, which is time spent engaged in a discussion related to a specific bill.  $339/2080=16.3\%$
- b.
  - Salary \$110,983.18
  - Incentive - \$19,122.00
  - FICA - \$7142.49
  - Supplemental AD&D - \$59.66
  - Pension - \$22,000.45
  - Dental Program - \$642.12
  - Life Insurance - \$379.68
  - Medical Insurance - \$8710.56
  - Retirement Savings Plan - \$4950.66
- c. During the test year, the Kentucky General Assembly only met for 30 days.

**WITNESS:** Timothy C Mosher

